

TRENTON SPECIAL SCHOOL DISTRICT
Board of Education Regular Meeting
Central Office - 6:00 PM
February 9, 2021

1. **INVOCATION:**
2. **CALL TO ORDER:**
3. **APPROVE AGENDA:**
 1. Approval of February 9th Agenda:
4. **APPROVE MINUTES:**
 1. Approval of December 1st Minutes:
 2. Approval of December 17th Minutes:
5. **RECOGNITIONS:**
 1. MacLean Power Systems Donation - Special Education Students:
 2. Big Bend Galvanizing Inc Donation - Special Education Students:
6. **REPORTS:**
 1. PHS STEM awarded \$5,000 TVA STEM Classroom Grant - "Engineering" Project:
 2. After School Network Grant - United Ways of TN:
7. **CONSENT AGENDA:**
 1. Approval of Central Office Financial Report:
 1. November 2020:
 2. December 2020:
 2. Approval of Three Schools Financial Report:
 1. November 2020:
 2. December 2020:

3. Approval of PHS Athletic Surplus:
4. Approval of PHS Art Surplus:
5. Approval of Health Science Surplus:
8. **REGULAR AGENDA:**
 1. Approval of 2019-2020 Internal School Funds Audit:
 2. Approval of 2019-2020 District Audit:
 3. Approval of Resolution Number 2021-01 - TOSHA Safety Document:
 4. Approval of CTE Budget Amendment #2:
 5. Approval of Second Reading of Policy 1.803 Tobacco-Free Schools:
 6. Approval of Second Reading of Policy 4.209 Alternative Credit Options:
 7. Approval of Second Reading of Policy 4.603 Promotion and Retention:
 8. Approval of Second Reading of Policy 5.302 Sick Leave:
 9. Approval of Second Reading of Policy 5.801 Director of Schools Recruitment and Selection:
 10. Approval of Second Reading of Policy 6.300 Code of Conduct:
 11. Approval of Second Reading of Policy 6.303 Interrogations and Searches:
 12. Approval of Second Reading of Policy 6.308 Bus Safety and Conduct:
 13. Approval of Second Reading of Policy 6.402 Physical Examinations and Immunizations:
 14. Approval of Second Reading of Policy 6.500 Special Education Students:
 15. Approval of Second Reading of Policy 6.506 Students from Military Families:
 16. Approval of General Purpose New Budget Items:
 17. Approval of First and Final Reading of Policy 5.3052 Local COVID-19 Leave:
 18. Approval of Additional BEP Funds for Certified Staff - \$56,000 and Local Money for Non-certified Staff:

19. Indoor Practice Facility Roof:

9. **DIRECTORS REPORT:**

1. Resignations - Jamie Carr, First Grade Teacher; Blake Daniels, Bus Garage and Leigh Ann Newton, TES Special Education Teacher:
2. Retirement - Maggie Nee, PHS Cafeteria:
3. New Hire - Kendall McDaniel, First Grade Teacher:
4. Liability Immunity for Schools and School Districts Serving as COVID-19 Immunization Sites:
5. Update on the Tower Sale:
6. Board Work Session in March:

10. **ADJOURNMENT:**

TRENTON SPECIAL SCHOOL DISTRICT
Board of Education Regular Meeting
PHS Technology Lab - 6:00 PM
February 9, 2021

1. INVOCATION

2. CALL TO ORDER

3. APPROVE AGENDA

- 3.1. Approval of February 9th Agenda

4. APPROVE MINUTES

- 4.1. Approval of December 1st Minutes
- 4.2. Approval of December 17th Minutes

5. RECOGNITIONS

- 5.1. MacLean Power Systems Donation - Special Education Students
- 5.2. Big Bend Galvanizing Inc Donation - Special Education Students

6. REPORTS

- 6.1. PHS STEM awarded \$5,000 TVA STEM Classroom Grant - "Engineering" Project
- 6.2. After School Network Grant - United Ways of TN

7. CONSENT AGENDA

- 7.1. Approval of Central Office Financial Report
 - 7.1.1. November 2020
 - 7.1.2. December 2020
- 7.2. Approval of Three Schools Financial Report
 - 7.2.1. November 2020
 - 7.2.2. December 2020
- 7.3. Approval of PHS Athletic Surplus
- 7.4. Approval of PHS Art Surplus
- 7.5. Approval of Health Science Surplus

8. REGULAR AGENDA

- 8.1. Approval of 2019-2020 Internal School Funds Audit
- 8.2. Approval of 2019-2020 District Audit
- 8.3. Approval of Resolution Number 2021-01 - TOSHA Safety Document
- 8.4. Approval of CTE Budget Amendment #2
- 8.5. Approval of Second Reading of Policy 1.803 Tobacco-Free Schools
- 8.6. Approval of Second Reading of Policy 4.209 Alternative Credit Options
- 8.7. Approval of Second Reading of Policy 4.603 Promotion and Retention
- 8.8. Approval of Second Reading of Policy 5.302 Sick Leave
- 8.9. Approval of Second Reading of Policy 5.801 Director of Schools Recruitment and Selection
- 8.10. Approval of Second Reading of Policy 6.300 Code of Conduct
- 8.11. Approval of Second Reading of Policy 6.303 Interrogations and Searches
- 8.12. Approval of Second Reading of Policy 6.308 Bus Safety and Conduct
- 8.13. Approval of Second Reading of Policy 6.402 Physical Examinations and Immunizations
- 8.14. Approval of Second Reading of Policy 6.500 Special Education Students
- 8.15. Approval of Second Reading of Policy 6.506 Students from Military Families
- 8.16. Approval of General Purpose New Budget Items

- 8.17. Approval of First and Final Reading of Policy 5.3052 Local COVID-19 Leave
- 8.18. Approval of Additional BEP Funds for Certified Staff - \$56,000 and Local Money for Non-Certified Staff
- 8.19. Indoor Practice Facility Roof

9. DIRECTORS REPORT

- 9.1. Resignations - Jamie Carr, First Grade Teacher; Blake Daniels, Bus Garage and Leigh Ann Newton, TES Special Education Teacher
- 9.2. Retirement - Maggie Nee, PHS Cafeteria
- 9.3. New Hire - Kendall McDaniel, First Grade Teacher
- 9.4. Liability Immunity for Schools and School Districts Serving as COVID-19 Immunization Sites
- 9.5. Update on the Tower Sale
- 9.6. Board Work Session in March

10. ADJOURNMENT

TRENTON SPECIAL SCHOOL DISTRICT
Board of Trustees' Regular Meeting
PHS Technology Lab – 6 p.m.
December 1, 2020

ROLL CALL: The Trenton Special School District Board of Trustees met in regular meeting on Tuesday, December 1, 2020, at 6 p.m. In attendance were the following:

Mark Harper, Board Chairman
Katie Dinwiddie
Dee Ann McEwen

Tim Haney, Director of Schools
Clint Hickerson
Justin Weaver
Shannon Parra

CALL TO ORDER: Chairman Mark Harper called the meeting to order.

APPROVAL OF AGENDA: Chairman Harper presented the agenda for the December 1, 2020 Regular Meeting for approval. Justin Weaver made a motion to approve with a second by Clint Hickerson. The motion carried unanimously.

APPROVAL OF MINUTES: Chairman Harper presented the minutes of the November 3, 2020, Regular Meeting for approval. With no additions or corrections, Dee Ann McEwen made a motion to approve with a second by Katie Dinwiddie. The motion carried unanimously.

RECOGNITIONS: Katie Bruketta recognized students who took AP Human Geography during Spring 2020. This was the first time AP Human Geography was offered. Students scoring a 3, 4, or 5 received college credit. PHS had two students who received a 3 and four students who received a 2.

REPORTS: Chairman Harper reviewed the Director of Schools Evaluation with ratings of Significantly Above Expectations or Above Expectations in every category. He commented that TSSD was fortunate to have someone of Director Haney's caliber.

Tammy Smith reported that TSSD had received the Remote Learning Technology Grant for \$45,630.85 to be used to buy additional student Chromebooks. The grant will reimburse one Chromebook for every three purchased.

CONSENT AGENDA: The following items appeared on the "Consent Agenda":

1. Approval of Central Office Financial Report
2. Approval of Three Schools Financial Report
3. Approval of Transportation Surplus

Clint Hickerson made the motion to approve with a second by Justin Weaver. The motion carried unanimously.

REGULAR AGENDA: The following items appeared on the "Regular Agenda":

APPROVAL OF SECOND READING OF POLICY 6.409 REPORTING CHILD ABUSE:

Shane Jacobs requested approval of the second reading of Policy 6.409 Reporting Child Abuse with no changes from the first reading. Katie Dinwiddie made a motion to approve with a second by Clint Hickerson. The motion carried unanimously.

APPROVAL OF FIRST READING OF POLICY 1.803 TOBACCO FREE SCHOOLS:

Shane Jacobs requested approval of the first reading of Policy 1.803 Tobacco Free Schools with the removal of citations being issued to students who possess tobacco products as recommended by TSBA. Dee Ann McEwen made a motion to approve with a second by Justin Weaver. The motion carried unanimously.

APPROVAL OF FIRST READING OF POLICY 4.209 ALTERNATIVE CREDIT

OPTIONS: Shane Jacobs requested approval of the first reading of Policy 4.209 Alternative Credit Options with the addition of Course Access Program for students in grades 7-12 being allowed to participate in the statewide course access program. Clint Hickerson made a motion to approve with a second by Dee Ann McEwen. The motion carried unanimously.

APPROVAL OF FIRST READING OF POLICY 4.603 PROMOTION AND RETENTION:

Shane Jacobs requested approval of the first reading of Policy 4.603 Promotion and Retention with the addition of parents being notified if a K-3 student is not meeting grade-level standards in reading. Dee Ann McEwen made a motion to approve with a second by Justin Weaver. The motion carried unanimously.

APPROVAL OF FIRST READING OF POLICY 5.302 SICK LEAVE:

Shane Jacobs requested approval of the first reading of Policy 5.302 Sick Leave as recommended by TSBA. Dee Ann McEwen made a motion to approve with a second by Clint Hickerson. The motion carried unanimously.

APPROVAL OF FIRST READING OF POLICY 5.801 DIRECTOR OF SCHOOLS

RECRUITMENT AND SELECTION: Shane Jacobs requested approval of the first reading of Policy 5.801 Director of Schools Recruitment and Selection as recommended by TSBA. Clint Hickerson made a motion to approve with a second by Katie Dinwiddie. The motion carried unanimously.

APPROVAL OF FIRST READING OF POLICY 6.300 CODE OF CONDUCT:

Shane Jacobs requested approval of the first reading of Policy 6.300 Code of Conduct as recommended by TSBA. Dee Ann McEwen made a motion to approve with a second by Katie Dinwiddie. The motion carried unanimously.

APPROVAL OF FIRST READING OF POLICY 6.303 INTERROGATIONS AND

SEARCHES: Shane Jacobs requested approval of the first reading of Policy 6.303 Interrogations and Searches as recommended by TSBA. Justin Weaver made a motion to approve with a second by Katie Dinwiddie. The motion carried unanimously.

APPROVAL OF FIRST READING OF POLICY 6.308 BUS SAFETY AND CONDUCT:

Shane Jacobs requested approval of the first reading of Policy 6.308 Bus Safety and Conduct with the addition of parents being able to view photos or footage from bus cameras as recommended by TSBA. Dee Ann McEwen made a motion to approve with a second by Justin Weaver. The motion carried unanimously.

APPROVAL OF FIRST READING OF POLCIY 6.402 PHYSICAL EXAMINATIONS AND

IMMUNIZATIONS: Shane Jacobs requested approval of the first reading of Policy 6.402 Physical Examinations and Immunizations with exceptions outlined as recommended by TSBA. Dee Ann McEwen made a motion to approve with a second by Justin Weaver. The motion carried unanimously.

APPROVAL OF FIRST READING OF POLCIY 6.500 SPECIAL EDUCATION

STUDENTS: Shane Jacobs requested approval of the first reading of Policy 6.500 Special Education Students as recommended by TSBA. Clint Hickerson made a motion to approve with a second by Katie Dinwiddie. The motion carried unanimously.

APPROVAL OF FIRST READING OF POLCIY 6.506 STUDENTS FROM MILITARY

FAMILIES: Shane Jacobs requested approval of the first reading of Policy 6.506 Students from Military Families as recommended by TSBA. Dee Ann McEwen made a motion to approve with a second by Justin Weaver. The motion carried unanimously.

DIRECTORS REPORT: The following items were shared by Director Haney:

Board Christmas Dinner - Wednesday, December 16th

Tower Update - The fence on the map is a little off. The purple line is where it was originally drawn to be and the blue line is where it actually is.

No January 2021 Meeting

State Tournament is Saturday with Kick-off at 3 pm - Team leaves Friday at 1 pm

ADJOURNMENT: With no further business Clint Hickerson made the motion to adjourn. Justin Weaver seconded the motion. The motion carried unanimously.

Chairman of the Board

Secretary to the Board

TRENTON SPECIAL SCHOOL DISTRICT
Board of Trustees' Special Called Meeting via Zoom
Central Office - 12 p.m.
December 17, 2020

ROLL CALL: The Trenton Special School District Board of Trustees met in special called meeting via Zoom on Thursday, December 17, 2020, at 12 p.m. In attendance were the following:

Mark Harper, Board Chairman
Katie Dinwiddie
Justin Weaver

Tim Haney, Director of Schools
Clint Hickerson
Shannon Parra

CALL TO ORDER: Chairman Mark Harper called the meeting to order.

APPROVAL OF AGENDA: Chairman Harper presented the agenda for the December 17, 2020 Special Called Meeting for approval. Justin Weaver made a motion to approve with a second by Clint Hickerson. The motion carried unanimously.

REGULAR AGENDA: The following items appeared on the "Regular Agenda":

APPROVAL OF SECOND AMENDMENT TO THE GROUND LEASE: Director Haney requested approval of the Second Amendment to the Ground Lease. This would allow the tower land rent to go from a commission to a flat rate each month. This is based on tower competition around us and the new 5G platform will require access points within one mile making towers obsolete. Clint Hickerson made a motion to approve with a second by Katie Dinwiddie. The motion carried unanimously.

APPROVAL OF AMENDED AND RESTATED MEMORANDUM OF TOWER SITE LEASE AGREEMENT: Director Haney requested approval of amended and restated Memorandum of Tower Site Lease Agreement. This is a filing at the courthouse that states we lease a portion of the land at PHS. Katie Dinwiddie made a motion to approve with a second by Justin Weaver. The motion carried unanimously.

APPROVAL OF TENANT LEASE AGREEMENT: Director Haney requested approval of a Tenant Lease Agreement between TSSD and K2 for bus radios to remain on the tower. Clint Hickerson made a motion to approve with a second by Justin Weaver. The motion carried unanimously.

APPROVAL OF LANDLORD ESTOPPEL CERTIFICATE: Director Haney requested approval of a Landlord Estoppel Certificate relieving K2 of any liability if TSSD had an issue with Tom Ferrell from the sale of the tower. Justin Weaver made a motion to approve with a second by Clint Hickerson. The motion carried unanimously.

APPROVAL OF DOCUMENT THAT ALLOWS THE FILING OF THE LEGAL DESCRIPTION AMENDMENT TO CORRECT THE FENCED AREA: Director Haney requested approval of a document that allows filing the legal description amendment to correct the fenced area. Jonathan Dodd had re-surveyed the area to correct the error with the first survey.

Katie Dinwiddie made a motion to approve with a second by Justin Weaver. The motion carried unanimously.

ADJOURNMENT: With no further business Clint Hickerson made the motion to adjourn. Justin Weaver seconded the motion. The motion carried unanimously.

Chairman of the Board

Secretary to the Board

141 General Purpose School		Year-To-Date			Month-To-Date		
Account	Description	Budget Estimate	Actual	% of Budget	Estimate Avg/Mth	Actual	% of Avg
Revenues							
40210	Local Option Sales Tax	900,000.00	(383,023.84)	42.56 %	75,000.00	(88,085.08)	117.45 %
40350	Interstate Telecommunications Tax	5,000.00	(2,976.48)	59.53 %	416.67	(900.76)	216.18 %
40610	Current Property Tax	2,534,754.00	(18,120.84)	0.71 %	211,229.50	(17,738.84)	8.40 %
40620	Prior Year's Property Tax	100,000.00	(72,833.15)	72.83 %	8,333.33	(8,773.54)	105.28 %
40630	Interest And Penalty	10,000.00	(3,704.26)	37.04 %	833.33	(757.64)	90.92 %
40650	Payments In Lieu Of Taxes	2,500.00	(1,208.88)	48.36 %	208.33	(246.00)	118.08 %
41110	Marriage Licenses	300.00	(156.60)	52.20 %	25.00	(43.20)	172.80 %
43531	Transportation - Other State Systems	6,000.00	0.00	0.00 %	500.00	0.00	0.00 %
43570	Receipts From Individual Schools	25,000.00	(4,130.65)	16.52 %	2,083.33	(372.18)	17.86 %
43581	Community Service Fees - Children	2,000.00	0.00	0.00 %	166.67	0.00	0.00 %
43990	Other Charges For Services	22,000.00	(10,811.14)	49.14 %	1,833.33	(2,304.62)	125.71 %
44110	Investment Income	25,000.00	(4,568.16)	18.27 %	2,083.33	(666.82)	32.01 %
44120	Lease/Rentals	9,000.00	(7,675.00)	85.28 %	750.00	(1,400.00)	186.67 %
44170	Miscellaneous Refunds	0.00	(3,937.03)	0.00 %	0.00	0.00	0.00 %
44530	Sale Of Equipment	0.00	(419.00)	0.00 %	0.00	0.00	0.00 %
44570	Contributions & Gifts	2,000.00	(2,000.00)	100.00 %	166.67	0.00	0.00 %
46511	Basic Education Program	7,981,000.00	(3,192,400.00)	40.00 %	665,083.33	(798,100.00)	120.00 %
46515	Early Childhood Education	410,131.00	(71,411.07)	17.41 %	34,177.58	0.00	0.00 %
46590	Other State Education Funds	96,829.00	(40,681.05)	42.01 %	8,069.08	(9,682.94)	120.00 %
46591	Coordinated School Health ARRA	105,000.00	(18,558.10)	17.67 %	8,750.00	0.00	0.00 %
46594	Family Resource Centers ARRA	29,611.00	(8,650.89)	29.22 %	2,467.58	0.00	0.00 %
46610	Career Ladder Program	17,000.00	(8,454.49)	49.73 %	1,416.67	(8,454.49)	596.79 %
46980	Other State Grants	55,313.33	(30,668.33)	55.44 %	4,609.44	0.00	0.00 %
47143	Special Education - Grants To States	1,965.00	(1,965.00)	100.00 %	163.75	0.00	0.00 %
47303	COVID-19 Grant #3	40,000.00	(40,000.00)	100.00 %	3,333.33	0.00	0.00 %
47715	Tax Credit Bond Rebate	0.00	(18,807.11)	0.00 %	0.00	0.00	0.00 %
49800	Transfers In	5,000.00	0.00	0.00 %	416.67	0.00	0.00 %
	Total Revenues	12,385,403.33	(3,947,161.07)	31.87 %	1,032,116.94	(937,526.11)	90.84 %
Expenditures							
71100	Regular Instruction Program	(5,342,042.26)	1,833,478.80	34.32 %	(445,170.19)	419,842.22	94.31 %
71150	Alternative Instruction Program	(255,166.00)	87,860.48	34.43 %	(21,263.83)	26,473.70	124.50 %
71200	Special Education Program	(472,343.00)	159,138.80	33.69 %	(39,361.92)	44,742.71	113.67 %
71300	Career and Technical Education	(335,781.33)	135,798.47	40.44 %	(27,981.78)	28,364.21	101.37 %
71400	Student Body Education Program	(39,435.00)	6,332.11	16.06 %	(3,286.25)	2,176.58	66.23 %
72110	Attendance	(130,919.00)	44,009.77	33.62 %	(10,909.92)	12,771.06	117.06 %
72120	Health Services	(214,718.00)	54,296.98	25.29 %	(17,893.17)	11,493.94	64.24 %
72130	Other Student Support	(438,482.00)	162,694.06	37.10 %	(36,540.17)	33,788.42	92.47 %

141 General Purpose School		Year-To-Date			Month-To-Date		
Account	Description	Budget Estimate	Actual	% of Budget	Estimate Avg/Mth	Actual	% of Avg
72210	Regular Instruction Program	(558,022.00)	183,505.45	32.88 %	(46,501.83)	45,199.72	97.20 %
72220	Special Education Program	(51,770.00)	23,313.36	45.03 %	(4,314.17)	5,322.12	123.36 %
72230	Career and Technical Education	(41,529.00)	18,109.94	43.61 %	(3,460.75)	4,915.71	142.04 %
72250	Instructional Technology	(332,581.74)	149,503.43	44.95 %	(27,715.15)	28,305.00	102.13 %
72310	Board Of Education	(197,523.00)	80,575.10	40.79 %	(16,460.25)	5,970.57	36.27 %
72320	Director Of Schools	(165,327.00)	64,382.35	38.94 %	(13,777.25)	13,672.99	99.24 %
72410	Office Of The Principal	(731,175.00)	287,762.60	39.36 %	(60,931.25)	64,473.11	105.81 %
72510	Fiscal Services	(74,725.00)	28,484.71	38.12 %	(6,227.08)	6,246.12	100.31 %
72520	Human Services/Personnel	(102,573.00)	41,881.07	40.83 %	(8,547.75)	8,439.44	98.73 %
72610	Operation Of Plant	(953,840.00)	403,485.79	42.30 %	(79,486.67)	47,209.51	59.39 %
72620	Maintenance Of Plant	(353,844.00)	207,034.40	58.51 %	(29,487.00)	11,115.73	37.70 %
72710	Transportation	(333,270.00)	98,678.96	29.61 %	(27,772.50)	25,753.87	92.73 %
72810	Central And Other	(37,500.00)	22,559.45	60.16 %	(3,125.00)	578.41	18.51 %
73300	Community Services	(3,180.00)	1,100.00	34.59 %	(265.00)	100.00	37.74 %
73400	Early Childhood Education	(410,132.00)	142,021.14	34.63 %	(34,177.67)	37,199.13	108.84 %
76100	Regular Capital Outlay	(2,358,779.00)	2,192,801.82	92.96 %	(196,564.92)	12,509.00	6.36 %
82130	Education	(615,000.00)	0.00	0.00 %	(51,250.00)	0.00	0.00 %
82230	Education	(614,093.00)	279,132.81	45.45 %	(51,174.42)	0.00	0.00 %
	Total Expenditures	(15,163,750.33)	6,707,941.85	44.24 %	(1,263,645.86)	896,663.27	70.96 %
Total	141 General Purpose School	(2,778,347.00)	2,760,780.78	99.37 %	(231,528.92)	(40,862.84)	-17.65 %

142 School Federal Projects		Year-To-Date			Month-To-Date		
Account	Description	Budget Estimate	Actual	% of Budget	Estimate Avg/Mth	Actual	% of Avg
Revenues							
44110	Investment Income	0.00	(188.89)	0.00 %	0.00	(3.79)	0.00 %
46980	Other State Grants	0.00	(67,276.91)	0.00 %	0.00	(67,276.91)	0.00 %
47131	Vocational Educ - Basic Grants To	26,932.36	(10,325.42)	38.34 %	2,244.36	(5,364.83)	239.04 %
47141	Title 1 Grants To Local Educ Agencies	441,341.71	(131,986.84)	29.91 %	36,778.48	(31,746.47)	86.32 %
47143	Special Education - Grants To States	335,826.99	(116,024.66)	34.55 %	27,985.58	(28,117.18)	100.47 %
47145	Special Education Preschool Grants	19,348.62	(8,371.36)	43.27 %	1,612.39	0.00	0.00 %
47146	English Language Acquisition Grants	7,376.48	(3,546.05)	48.07 %	614.71	(3,546.05)	576.87 %
47148	Rural Education	26,469.72	(8,507.86)	32.14 %	2,205.81	(2,360.83)	107.03 %
47189	Eisenhower Prof Development State	75,644.48	(3,685.83)	4.87 %	6,303.71	(711.25)	11.28 %
47301	COVID-19 Grant #1	276,323.04	(198,524.13)	71.84 %	23,026.92	(110,882.30)	481.53 %
	Total Revenues	1,209,263.40	(548,437.95)	45.35 %	100,771.95	(250,009.61)	248.09 %
Expenditures							
71100	Regular Instruction Program	(399,411.64)	193,151.79	48.36 %	(33,284.30)	30,290.53	91.01 %
71200	Special Education Program	(315,166.61)	115,770.55	36.73 %	(26,263.88)	29,901.32	113.85 %
71300	Career and Technical Education	(24,332.74)	14,961.98	61.49 %	(2,027.73)	(13.44)	-0.66 %
72120	Health Services	(83,622.00)	47,656.63	56.99 %	(6,968.50)	4,500.00	64.58 %
72130	Other Student Support	(10,074.10)	3,546.05	35.20 %	(839.51)	0.00	0.00 %
72210	Regular Instruction Program	(218,855.31)	46,341.06	21.17 %	(18,237.94)	10,032.20	55.01 %
72220	Special Education Program	(40,008.00)	14,219.70	35.54 %	(3,334.00)	3,175.40	95.24 %
72230	Career and Technical Education	(1,252.00)	0.00	0.00 %	(104.33)	0.00	0.00 %
72710	Transportation	(104,406.00)	104,406.00	100.00 %	(8,700.50)	0.00	0.00 %
73100	Food Service	(1,615.00)	325.21	20.14 %	(134.58)	0.00	0.00 %
73300	Community Services	0.00	67,860.37	0.00 %	0.00	25,337.37	0.00 %
99100	Transfers Out	(10,520.00)	0.00	0.00 %	(876.67)	0.00	0.00 %
	Total Expenditures	(1,209,263.40)	608,239.34	50.30 %	(100,771.95)	103,223.38	102.43 %
Total	142 School Federal Projects	0.00	59,801.39	100.00 %	0.00	(146,786.23)	0.00 %

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Trenton Special School District
Summary Financial Statement
November 2020

User:
Date/Time:

Shannon Parra
2/3/2021 10:39 AM
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143 Central Cafeteria		Year-To-Date			Month-To-Date		
Account	Description	Budget Estimate	Actual	% of Budget	Estimate Avg/Mth	Actual	% of Avg
Revenues							
43521	Lunch Payments - Children	128,641.00	(4,021.15)	3.13 %	10,720.08	(398.80)	3.72 %
43522	Lunch Payments - Adults	30,000.00	(1,200.95)	4.00 %	2,500.00	(20.00)	0.80 %
43523	Income From Breakfast	748.00	0.00	0.00 %	62.33	0.00	0.00 %
44110	Investment Income	100.00	(23.22)	23.22 %	8.33	(3.51)	42.12 %
46520	School Food Service	32,271.00	0.00	0.00 %	2,689.25	0.00	0.00 %
46980	Other State Grants	44,530.00	(13,176.41)	29.59 %	3,710.83	(2,628.19)	70.82 %
47111	USDA School Lunch Program	500,000.00	(70,495.20)	14.10 %	41,666.67	(39,067.20)	93.76 %
47112	Account No Longer In Use	65,000.00	0.00	0.00 %	5,416.67	0.00	0.00 %
47113	Breakfast	210,000.00	(51,057.92)	24.31 %	17,500.00	(30,519.04)	174.39 %
47114	USDA - Other	37,900.00	(9,788.58)	25.83 %	3,158.33	(1,254.72)	39.73 %
	Total Revenues	1,049,190.00	(149,763.43)	14.27 %	87,432.50	(73,891.46)	84.51 %
Expenditures							
73100	Food Service	(1,114,190.00)	827,418.18	74.26 %	(92,849.17)	355,321.13	382.69 %
	Total Expenditures	(1,114,190.00)	827,418.18	74.26 %	(92,849.17)	355,321.13	382.69 %
Total	143 Central Cafeteria	(65,000.00)	677,654.75	1,042.55 %	(5,416.67)	281,429.67	5,195.62

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Trenton Special School District
Summary Financial Statement
November 2020

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144 School Transportation		Year-To-Date			Month-To-Date		
		Budget Estimate	Actual	% of Budget	Estimate Avg/Mth	Actual	% of Avg
Revenues							
43531	Transportation - Other State Systems	420,710.00	(130,359.18)	30.99 %	35,059.17	(25,220.73)	71.94 %
44990	Other Local Revenues	0.00	(251.20)	0.00 %	0.00	0.00	0.00 %
	Total Revenues	420,710.00	(130,610.38)	31.05 %	35,059.17	(25,220.73)	71.94 %
Expenditures							
72710	Transportation	(420,710.00)	130,354.18	30.98 %	(35,059.17)	25,215.73	71.92 %
	Total Expenditures	(420,710.00)	130,354.18	30.98 %	(35,059.17)	25,215.73	71.92 %
Total	144 School Transportation	0.00	(256.20)	100.00 %	0.00	(5.00)	0.00 %

141 General Purpose School		Year-To-Date			Month-To-Date		
Account	Description	Budget Estimate	Actual	% of Budget	Estimate Avg/Mth	Actual	% of Avg
Revenues							
40210	Local Option Sales Tax	900,000.00	(478,336.46)	53.15 %	75,000.00	(95,312.62)	127.08 %
40350	Interstate Telecommunications Tax	5,000.00	(3,277.03)	65.54 %	416.67	(300.55)	72.13 %
40610	Current Property Tax	2,534,754.00	(338,483.43)	13.35 %	211,229.50	(320,362.59)	151.67 %
40620	Prior Year's Property Tax	100,000.00	(87,354.26)	87.35 %	8,333.33	(14,521.11)	174.25 %
40630	Interest And Penalty	10,000.00	(4,814.23)	48.14 %	833.33	(1,109.97)	133.20 %
40650	Payments In Lieu Of Taxes	2,500.00	(1,454.88)	58.20 %	208.33	(246.00)	118.08 %
41110	Marriage Licenses	300.00	(194.40)	64.80 %	25.00	(37.80)	151.20 %
43531	Transportation - Other State Systems	6,000.00	0.00	0.00 %	500.00	0.00	0.00 %
43570	Receipts From Individual Schools	25,000.00	(4,130.65)	16.52 %	2,083.33	0.00	0.00 %
43581	Community Service Fees - Children	2,000.00	0.00	0.00 %	166.67	0.00	0.00 %
43990	Other Charges For Services	22,000.00	(10,850.95)	49.32 %	1,833.33	(39.81)	2.17 %
44110	Investment Income	25,000.00	(5,097.25)	20.39 %	2,083.33	(529.09)	25.40 %
44120	Lease/Rentals	9,000.00	(8,175.00)	90.83 %	750.00	(500.00)	66.67 %
44170	Miscellaneous Refunds	0.00	(3,937.03)	0.00 %	0.00	0.00	0.00 %
44530	Sale Of Equipment	0.00	(419.00)	0.00 %	0.00	0.00	0.00 %
44570	Contributions & Gifts	2,000.00	(2,500.00)	125.00 %	166.67	(500.00)	300.00 %
46511	Basic Education Program	7,981,000.00	(3,990,500.00)	50.00 %	665,083.33	(798,100.00)	120.00 %
46515	Early Childhood Education	410,131.00	(173,239.63)	42.24 %	34,177.58	(101,828.56)	297.94 %
46590	Other State Education Funds	96,829.00	(50,363.99)	52.01 %	8,069.08	(9,682.94)	120.00 %
46591	Coordinated School Health ARRA	105,000.00	(41,782.84)	39.79 %	8,750.00	(23,224.74)	265.43 %
46594	Family Resource Centers ARRA	29,611.00	(22,371.38)	75.55 %	2,467.58	(13,720.49)	556.03 %
46610	Career Ladder Program	17,000.00	(8,454.49)	49.73 %	1,416.67	0.00	0.00 %
46980	Other State Grants	55,313.33	(48,892.32)	88.39 %	4,609.44	(18,223.99)	395.36 %
47143	Special Education - Grants To States	1,965.00	(1,965.00)	100.00 %	163.75	0.00	0.00 %
47303	COVID-19 Grant #3	40,000.00	(40,000.00)	100.00 %	3,333.33	0.00	0.00 %
47304	COVID-19 Grant #4	0.00	(45,630.85)	0.00 %	0.00	(45,630.85)	0.00 %
47305	COVID-19 Grant #5	0.00	(16,227.46)	0.00 %	0.00	(16,227.46)	0.00 %
47715	Tax Credit Bond Rebate	0.00	(18,807.11)	0.00 %	0.00	0.00	0.00 %
49800	Transfers In	5,000.00	0.00	0.00 %	416.67	0.00	0.00 %
	Total Revenues	12,385,403.33	(5,407,259.64)	43.66 %	1,032,116.94	(1,460,098.57)	141.47 %
Expenditures							
71100	Regular Instruction Program	(5,342,042.26)	2,203,674.56	41.25 %	(445,170.19)	370,195.76	83.16 %
71150	Alternative Instruction Program	(255,166.00)	108,181.76	42.40 %	(21,263.83)	20,321.28	95.57 %
71200	Special Education Program	(472,343.00)	196,037.95	41.50 %	(39,361.92)	36,899.15	93.74 %
71300	Career and Technical Education	(335,781.33)	156,760.08	46.69 %	(27,981.78)	20,961.61	74.91 %
71400	Student Body Education Program	(39,435.00)	7,437.28	18.86 %	(3,286.25)	1,105.17	33.63 %
72110	Attendance	(130,919.00)	56,356.89	43.05 %	(10,909.92)	12,347.12	113.17 %

141 General Purpose School		Year-To-Date			Month-To-Date		
Account	Description	Budget Estimate	Actual	% of Budget	Estimate Avg/Mth	Actual	% of Avg
72120	Health Services	(214,718.00)	64,208.78	29.90 %	(17,893.17)	9,911.80	55.39 %
72130	Other Student Support	(438,482.00)	196,231.84	44.75 %	(36,540.17)	33,537.78	91.78 %
72210	Regular Instruction Program	(558,022.00)	219,359.45	39.31 %	(46,501.83)	35,854.00	77.10 %
72220	Special Education Program	(51,770.00)	27,835.31	53.77 %	(4,314.17)	4,521.95	104.82 %
72230	Career and Technical Education	(41,529.00)	21,119.99	50.86 %	(3,460.75)	3,010.05	86.98 %
72250	Instructional Technology	(332,581.74)	163,749.04	49.24 %	(27,715.15)	14,245.61	51.40 %
72310	Board Of Education	(197,523.00)	88,463.88	44.79 %	(16,460.25)	7,888.78	47.93 %
72320	Director Of Schools	(165,327.00)	78,438.45	47.44 %	(13,777.25)	14,056.10	102.02 %
72410	Office Of The Principal	(731,175.00)	344,144.24	47.07 %	(60,931.25)	56,381.64	92.53 %
72510	Fiscal Services	(74,725.00)	33,680.47	45.07 %	(6,227.08)	5,195.76	83.44 %
72520	Human Services/Personnel	(102,573.00)	49,806.23	48.56 %	(8,547.75)	7,925.16	92.72 %
72610	Operation Of Plant	(953,840.00)	459,141.65	48.14 %	(79,486.67)	55,655.86	70.02 %
72620	Maintenance Of Plant	(353,844.00)	226,366.57	63.97 %	(29,487.00)	19,332.17	65.56 %
72710	Transportation	(333,270.00)	127,259.01	38.18 %	(27,772.50)	28,580.05	102.91 %
72810	Central And Other	(37,500.00)	22,559.45	60.16 %	(3,125.00)	0.00	0.00 %
73300	Community Services	(3,180.00)	1,100.00	34.59 %	(265.00)	0.00	0.00 %
73400	Early Childhood Education	(410,132.00)	174,068.03	42.44 %	(34,177.67)	32,046.89	93.77 %
76100	Regular Capital Outlay	(2,358,779.00)	2,196,871.82	93.14 %	(196,564.92)	4,070.00	2.07 %
82130	Education	(615,000.00)	0.00	0.00 %	(51,250.00)	0.00	0.00 %
82230	Education	(614,093.00)	279,132.81	45.45 %	(51,174.42)	0.00	0.00 %
	Total Expenditures	(15,163,750.33)	7,501,985.54	49.47 %	(1,263,645.86)	794,043.69	62.84 %
Total	141 General Purpose School	(2,778,347.00)	2,094,725.90	75.39 %	(231,528.92)	(666,054.88)	-287.68

142 School Federal Projects		Year-To-Date			Month-To-Date		
Account	Description	Budget Estimate	Actual	% of Budget	Estimate Avg/Mth	Actual	% of Avg
Revenues							
44110	Investment Income	0.00	(198.49)	0.00 %	0.00	(9.60)	0.00 %
46980	Other State Grants	0.00	(67,276.91)	0.00 %	0.00	0.00	0.00 %
47131	Vocational Educ - Basic Grants To	26,932.36	(10,325.42)	38.34 %	2,244.36	0.00	0.00 %
47141	Title 1 Grants To Local Educ Agencies	441,341.71	(131,986.84)	29.91 %	36,778.48	0.00	0.00 %
47143	Special Education - Grants To States	335,826.99	(116,024.66)	34.55 %	27,985.58	0.00	0.00 %
47145	Special Education Preschool Grants	19,348.62	(8,371.36)	43.27 %	1,612.39	0.00	0.00 %
47146	English Language Acquisition Grants	7,376.48	(3,546.05)	48.07 %	614.71	0.00	0.00 %
47148	Rural Education	26,469.72	(8,507.86)	32.14 %	2,205.81	0.00	0.00 %
47189	Eisenhower Prof Development State	75,644.48	(3,685.83)	4.87 %	6,303.71	0.00	0.00 %
47301	COVID-19 Grant #1	276,323.04	(198,524.13)	71.84 %	23,026.92	0.00	0.00 %
	Total Revenues	1,209,263.40	(548,447.55)	45.35 %	100,771.95	(9.60)	0.01 %
Expenditures							
71100	Regular Instruction Program	(399,411.64)	220,680.06	55.25 %	(33,284.30)	27,528.27	82.71 %
71200	Special Education Program	(315,166.61)	135,558.17	43.01 %	(26,263.88)	19,787.62	75.34 %
71300	Career and Technical Education	(24,332.74)	14,961.98	61.49 %	(2,027.73)	0.00	0.00 %
72120	Health Services	(83,622.00)	47,656.63	56.99 %	(6,968.50)	0.00	0.00 %
72130	Other Student Support	(10,074.10)	3,546.05	35.20 %	(839.51)	0.00	0.00 %
72210	Regular Instruction Program	(218,855.31)	55,285.32	25.26 %	(18,237.94)	8,944.26	49.04 %
72220	Special Education Program	(40,008.00)	16,668.00	41.66 %	(3,334.00)	2,448.30	73.43 %
72230	Career and Technical Education	(1,252.00)	0.00	0.00 %	(104.33)	0.00	0.00 %
72710	Transportation	(104,406.00)	104,406.00	100.00 %	(8,700.50)	0.00	0.00 %
73100	Food Service	(1,615.00)	406.42	25.17 %	(134.58)	81.21	60.34 %
73300	Community Services	0.00	85,628.07	0.00 %	0.00	17,767.70	0.00 %
99100	Transfers Out	(10,520.00)	0.00	0.00 %	(876.67)	0.00	0.00 %
	Total Expenditures	(1,209,263.40)	684,796.70	56.63 %	(100,771.95)	76,557.36	75.97 %
Total	142 School Federal Projects	0.00	136,349.15	100.00 %	0.00	76,547.76	0.00 %

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Trenton Special School District
Summary Financial Statement
December 2020

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143 Central Cafeteria		Year-To-Date			Month-To-Date		
Account	Description	Budget Estimate	Actual	% of Budget	Estimate Avg/Mth	Actual	% of Avg
Revenues							
43521	Lunch Payments - Children	128,641.00	(4,021.15)	3.13 %	10,720.08	0.00	0.00 %
43522	Lunch Payments - Adults	30,000.00	(1,326.95)	4.42 %	2,500.00	(126.00)	5.04 %
43523	Income From Breakfast	748.00	0.00	0.00 %	62.33	0.00	0.00 %
44110	Investment Income	100.00	(23.22)	23.22 %	8.33	0.00	0.00 %
46520	School Food Service	32,271.00	0.00	0.00 %	2,689.25	0.00	0.00 %
46980	Other State Grants	44,530.00	(13,176.41)	29.59 %	3,710.83	0.00	0.00 %
47111	USDA School Lunch Program	500,000.00	(131,702.40)	26.34 %	41,666.67	(61,207.20)	146.90 %
47112	Account No Longer In Use	65,000.00	0.00	0.00 %	5,416.67	0.00	0.00 %
47113	Breakfast	210,000.00	(76,623.04)	36.49 %	17,500.00	(25,565.12)	146.09 %
47114	USDA - Other	37,900.00	(36,440.16)	96.15 %	3,158.33	(26,651.58)	843.85 %
	Total Revenues	1,049,190.00	(263,313.33)	25.10 %	87,432.50	(113,549.90)	129.87 %
Expenditures							
73100	Food Service	(1,114,190.00)	845,239.34	75.86 %	(92,849.17)	17,821.16	19.19 %
	Total Expenditures	(1,114,190.00)	845,239.34	75.86 %	(92,849.17)	17,821.16	19.19 %
Total	143 Central Cafeteria	(65,000.00)	581,926.01	895.27 %	(5,416.67)	(95,728.74)	-1,767.30

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Trenton Special School District
Summary Financial Statement
December 2020

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144 School Transportation		Year-To-Date			Month-To-Date		
		Budget Estimate	Actual	% of Budget	Estimate Avg/Mth	Actual	% of Avg
Account	Description						
Revenues							
43531	Transportation - Other State Systems	420,710.00	(146,493.62)	34.82 %	35,059.17	(16,134.44)	46.02 %
44990	Other Local Revenues	0.00	(251.20)	0.00 %	0.00	0.00	0.00 %
	Total Revenues	420,710.00	(146,744.82)	34.88 %	35,059.17	(16,134.44)	46.02 %
Expenditures							
72710	Transportation	(420,710.00)	146,488.62	34.82 %	(35,059.17)	16,134.44	46.02 %
	Total Expenditures	(420,710.00)	146,488.62	34.82 %	(35,059.17)	16,134.44	46.02 %
Total	144 School Transportation	0.00	(256.20)	100.00 %	0.00	0.00	0.00 %

Peabody High School

Balance Sheet Report
Through 11/30/2020

		General	Restricted	Food Service	Total
Assets					
11	Cash on hand	0.00	0.00	0.00	0.00
12	Cash in banks - checking	36,743.76	185,638.30	0.00	222,382.06
49	Inventory Book Store	0.00	0.00	0.00	0.00
Total Assets		\$36,743.76	\$185,638.30	\$0.00	\$222,382.06
Liabilities					
91	General fund balance	-40,107.58	0.00	0.00	-40,107.58
Total Liabilities		\$-40,107.58	\$0.00	\$0.00	\$-40,107.58
Revenues					
304.3	Pepsi Machine	-1,800.00	0.00	0.00	-1,800.00
304.4	Graham Snack Foods	-249.64	0.00	0.00	-249.64
307	Donations	-155.76	0.00	0.00	-155.76
321	Board Allocations	-342.26	0.00	0.00	-342.26
333	Safety & Security	-530.00	0.00	0.00	-530.00
Total Revenues		\$-3,077.66	\$0.00	\$0.00	\$-3,077.66
Expenditures					
411	Admin Supplies & Materials	539.54	0.00	0.00	539.54
420	Other Admin Expenditures	2,124.22	0.00	0.00	2,124.22
426	Copy Machine	2,945.00	0.00	0.00	2,945.00
433	Safety & Security	282.72	0.00	0.00	282.72
452	Postage	550.00	0.00	0.00	550.00
Total Expenditures		\$6,441.48	\$0.00	\$0.00	\$6,441.48
Restricted Accounts					
601	All Athletics	0.00	-26,448.08	0.00	-26,448.08
801	Beta Club	0.00	-2,651.61	0.00	-2,651.61
802	FFA Club	0.00	-18,862.87	0.00	-18,862.87
807	FCCLA	0.00	-1,625.36	0.00	-1,625.36
811	Math Club	0.00	-9.65	0.00	-9.65
813	History Club	0.00	-1.60	0.00	-1.60
814	Pep Club	0.00	-401.91	0.00	-401.91
821	Junior Rotary	0.00	-744.27	0.00	-744.27
822	HOSA	0.00	-716.41	0.00	-716.41
824	Future Teachers of Amerlca	0.00	-779.76	0.00	-779.76
825	Girls & Boys State	0.00	-38,248.74	0.00	-38,248.74
827	Peabody Pals	0.00	-670.18	0.00	-670.18
828	STEM Club	0.00	-3,254.76	0.00	-3,254.76
829	21 Plus Club	0.00	-783.30	0.00	-783.30
831	School of Rock	0.00	1.26	0.00	1.26
832	AP - Advance Placement	0.00	-14.00	0.00	-14.00
833	SAT Exam	0.00	-15.00	0.00	-15.00
901	Library	0.00	12.45	0.00	12.45
902	Cheerleaders	0.00	-6,141.51	0.00	-6,141.51
903	School Annuals	0.00	-14,437.66	0.00	-14,437.66
904	Band	0.00	-19,500.12	0.00	-19,500.12
906	Student Council	0.00	-1,542.55	0.00	-1,542.55
907	Art	0.00	-518.47	0.00	-518.47
908	Special Olympics	0.00	-344.68	0.00	-344.68
915	Project Inspire	0.00	-596.75	0.00	-596.75
916	Chromebook	0.00	-696.00	0.00	-696.00

Peabody High School

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Balance Sheet Report
Through 11/30/2020

Report Name: aaBalanceSheet.rpt

	General	Restricted	Food Service	Total
931 Operating Account Donations	0.00	-5,824.68	0.00	-5,824.68
932 Football Donations	0.00	-17,170.73	0.00	-17,170.73
933 Girls Basketball Donations	0.00	-98.47	0.00	-98.47
934 Boys Basketball Donations	0.00	-2,421.59	0.00	-2,421.59
935 Baseball Donations	0.00	-7,643.37	0.00	-7,643.37
936 Golf Donations	0.00	-465.25	0.00	-465.25
937 Girls Soccer Donations	0.00	0.00	0.00	0.00
938 Soccer Donations	0.00	-1,902.07	0.00	-1,902.07
939 Softball Donations	0.00	-3,511.00	0.00	-3,511.00
940 Tennis Donations	0.00	-1,003.75	0.00	-1,003.75
941 Volleyball Donations	0.00	-744.71	0.00	-744.71
942 Track & Field	0.00	-1,442.27	0.00	-1,442.27
950 Football Donation / Quarterback	0.00	-4,418.88	0.00	-4,418.88
Total Restricted Accounts	\$0.00	\$-185,638.30	\$0.00	\$-185,638.30
Grand Totals :	\$0.00	\$0.00	\$0.00	\$0.00

Trenton Elementary School

Balance Sheet Report
Through 11/30/2020

		General	Restricted	Food Service	Total
Assets					
11	Cash on hand	0.00	0.00	0.00	0.00
12	Cash in banks - checking	36,529.96	20,592.32	0.00	57,122.28
15	Savings #44093565 (Bancorp South)	0.00	0.00	0.00	0.00
16	CD #756070 (Bancorp South)	0.00	0.00	0.00	0.00
17	CD #756088 (Bancorp South)	0.00	0.00	0.00	0.00
43	Bookstore Inventory	0.00	0.00	0.00	0.00
	Total Assets	\$36,529.96	\$20,592.32	\$0.00	\$57,122.28
Liabilities					
91	General fund balance	-41,230.25	0.00	0.00	-41,230.25
	Total Liabilities	\$-41,230.25	\$0.00	\$0.00	\$-41,230.25
Revenues					
304	Pictures	-5,135.00	0.00	0.00	-5,135.00
311	Folders	-1.00	0.00	0.00	-1.00
313	Instructional Supplies	-608.11	0.00	0.00	-608.11
320	Interest	-44.02	0.00	0.00	-44.02
323	Book Orders	-50.39	0.00	0.00	-50.39
	Total Revenues	\$-5,838.52	\$0.00	\$0.00	\$-5,838.52
Expenditures					
408	Planners	580.37	0.00	0.00	580.37
411	Folders	1,350.00	0.00	0.00	1,350.00
412	Office Supplies	861.03	0.00	0.00	861.03
418	General Supplies	55.00	0.00	0.00	55.00
421	Instructional Supplies	876.75	0.00	0.00	876.75
423	Book Orders	221.44	0.00	0.00	221.44
429	Copy Machines	2,415.83	0.00	0.00	2,415.83
492	Pictures	3,873.80	0.00	0.00	3,873.80
499	Miscellaneous	304.59	0.00	0.00	304.59
	Total Expenditures	\$10,538.81	\$0.00	\$0.00	\$10,538.81
Restricted Accounts					
801	Vending Teacher Fund	0.00	-535.86	0.00	-535.86
804	Library	0.00	-3,294.97	0.00	-3,294.97
805	Accelerated Reader - AR	0.00	-17.78	0.00	-17.78
811	Fine Arts	0.00	-26.39	0.00	-26.39
814	Computer Lab	0.00	-2,102.54	0.00	-2,102.54
815	PATT	0.00	-319.41	0.00	-319.41
816	Physical Education	0.00	-1,162.59	0.00	-1,162.59
817	Guidance	0.00	-18.36	0.00	-18.36
818	K - 4 Families	0.00	-14.10	0.00	-14.10
819	Yearbook	0.00	-1,905.75	0.00	-1,905.75
825	Destination Imagination (DI)	0.00	-404.03	0.00	-404.03
826	Student of the Month	0.00	-78.40	0.00	-78.40
827	Basketball	0.00	-2,662.38	0.00	-2,662.38
828	Read to Be Ready	0.00	-61.50	0.00	-61.50
829	Do Right	0.00	-7,896.11	0.00	-7,896.11
830	PreK SPED	0.00	-68.15	0.00	-68.15
831	Chrome Book Fees	0.00	-24.00	0.00	-24.00
	Total Restricted Accounts	\$0.00	\$-20,592.32	\$0.00	\$-20,592.32

Trenton Elementary School

Balance Sheet Report
Through 11/30/2020

	<u>General</u>	<u>Restricted</u>	<u>Food Service</u>	<u>Total</u>
Grand Totals :	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>

Trenton Rosenwald Middle School

Balance Sheet Report
Through 11/30/2020

		General	Restricted	Food Service	Total
Assets					
11	Cash on hand	0.00	0.00	0.00	0.00
12	Cash in banks - checking	9,567.27	57,257.14	0.00	66,824.41
21	CD#403819 - Security Bank	-166.59	9,980.33	0.00	9,813.74
22	CD April-#400702 - Bank of Commerce	0.00	0.00	0.00	0.00
23	CD June-#201173 - Bank of Commerce	0.00	0.00	0.00	0.00
43	Inventory Book Store	0.00	0.00	0.00	0.00
Total Assets		\$9,400.68	\$67,237.47	\$0.00	\$76,638.15
Liabilities					
91	General fund balance	-8,296.06	0.00	0.00	-8,296.06
Total Liabilities		-\$8,296.06	\$0.00	\$0.00	-\$8,296.06
Revenues					
307	Start Up Money	-2,600.00	0.00	0.00	-2,600.00
308	Vending Machines	-266.94	0.00	0.00	-266.94
318	Student Snacks	-2,834.00	0.00	0.00	-2,834.00
320	Interest	-43.29	0.00	0.00	-43.29
323	Student Incentive	-1,415.91	0.00	0.00	-1,415.91
325	Board Allocations	-1,750.60	0.00	0.00	-1,750.60
Total Revenues		-\$8,910.74	\$0.00	\$0.00	-\$8,910.74
Expenditures					
411	Start Up Money	2,600.00	0.00	0.00	2,600.00
412	Office Supplies	1,708.15	0.00	0.00	1,708.15
413	PBIS -ROAR STORE	977.89	0.00	0.00	977.89
414	Equipment & Repairs	1,854.97	0.00	0.00	1,854.97
419	Instructional Supplies	35.92	0.00	0.00	35.92
498	Student Snacks	198.30	0.00	0.00	198.30
500	Miscellaneous	269.29	0.00	0.00	269.29
556	Student Incentive	161.60	0.00	0.00	161.60
Total Expenditures		\$7,806.12	\$0.00	\$0.00	\$7,806.12
Restricted Accounts					
505	Team Leader 5	0.00	0.00	0.00	0.00
506	Team Leader 6	0.00	0.00	0.00	0.00
507	Team Leader 7	0.00	0.00	0.00	0.00
508	Team Leader 8	0.00	0.00	0.00	0.00
510	Student Council	0.00	-1,155.02	0.00	-1,155.02
511	Athletic Concessions	0.00	-1.12	0.00	-1.12
512	Book Damage Fees	0.00	-908.96	0.00	-908.96
514	Chromebook fees	0.00	-331.00	0.00	-331.00
555	FCA	0.00	-46.00	0.00	-46.00
557	Art	0.00	-153.28	0.00	-153.28
558	Scholastic Reading Club	0.00	-8.25	0.00	-8.25
602	Cheerleader	0.00	-1,349.17	0.00	-1,349.17
610	Library	0.00	-1,316.36	0.00	-1,316.36
611	Accelerated Reader	0.00	-983.05	0.00	-983.05
613	All Athletics Interest	0.00	-136.05	0.00	-136.05
614	Baseball	0.00	-783.56	0.00	-783.56
615	Basketball	0.00	-5,347.59	0.00	-5,347.59
616	Football	0.00	-18,556.92	0.00	-18,556.92
617	Soccer	0.00	-3,343.23	0.00	-3,343.23
618	Softball	0.00	-3,644.31	0.00	-3,644.31

Trenton Rosenwald Middle School

Balance Sheet Report
Through 11/30/2020

		General	Restricted	Food Service	Total
619	Volleyball	0.00	-4,725.58	0.00	-4,725.58
801	Beta Club	0.00	-4,074.53	0.00	-4,074.53
904	Band	0.00	-14,842.53	0.00	-14,842.53
905	Leigh Boyce Memorial Fund	0.00	-2,060.00	0.00	-2,060.00
906	Annual	0.00	-1,489.96	0.00	-1,489.96
909	Leigh Boyce Scholarship Fund	0.00	-1,981.00	0.00	-1,981.00
Total Restricted Accounts		\$0.00	\$-67,237.47	\$0.00	\$-67,237.47
Grand Totals :		\$0.00	\$0.00	\$0.00	\$0.00

Peabody High School

Run Date: 1/8/2021 2:13:23PM

Balance Sheet Report
Through 12/31/2020

Report Name: aaBalanceSheet.rpt

		General	Restricted	Food Service	Total
Assets					
11	Cash on hand	0.00	0.00	0.00	0.00
12	Cash in banks - checking	36,055.80	225,697.06	0.00	261,752.86
49	Inventory Book Store	0.00	0.00	0.00	0.00
Total Assets		\$36,055.80	\$225,697.06	\$0.00	\$261,752.86
Liabilities					
91	General fund balance	-40,107.58	0.00	0.00	-40,107.58
Total Liabilities		\$-40,107.58	\$0.00	\$0.00	\$-40,107.58
Revenues					
304.3	Pepsi Machine	-2,160.00	0.00	0.00	-2,160.00
304.4	Graham Snack Foods	-249.64	0.00	0.00	-249.64
307	Donations	-155.76	0.00	0.00	-155.76
321	Board Allocations	-342.26	0.00	0.00	-342.26
333	Safety & Security	-590.00	0.00	0.00	-590.00
Total Revenues		\$-3,497.66	\$0.00	\$0.00	\$-3,497.66
Expenditures					
411	Admin Supplies & Materials	638.50	0.00	0.00	638.50
420	Other Admin Expenditures	2,124.22	0.00	0.00	2,124.22
426	Copy Machine	3,534.00	0.00	0.00	3,534.00
433	Safety & Security	282.72	0.00	0.00	282.72
452	Postage	550.00	0.00	0.00	550.00
459	Other Expenditures	420.00	0.00	0.00	420.00
Total Expenditures		\$7,549.44	\$0.00	\$0.00	\$7,549.44
Restricted Accounts					
601	All Athletics	0.00	-31,324.28	0.00	-31,324.28
801	Beta Club	0.00	-1,917.78	0.00	-1,917.78
802	FFA Club	0.00	-18,726.01	0.00	-18,726.01
807	FCCLA	0.00	-1,205.41	0.00	-1,205.41
811	Math Club	0.00	-9.65	0.00	-9.65
813	History Club	0.00	-1.60	0.00	-1.60
814	Pep Club	0.00	-323.70	0.00	-323.70
821	Junior Rotary	0.00	-744.27	0.00	-744.27
822	HOSA	0.00	-716.41	0.00	-716.41
824	Future Teachers of America	0.00	-779.76	0.00	-779.76
825	Girls & Boys State	0.00	-38,248.74	0.00	-38,248.74
827	Peabody Pals	0.00	-670.18	0.00	-670.18
828	STEM Club	0.00	-2,649.29	0.00	-2,649.29
829	21 Plus Club	0.00	-783.30	0.00	-783.30
831	School of Rock	0.00	-8.74	0.00	-8.74
832	AP - Advance Placement	0.00	-14.00	0.00	-14.00
833	SAT Exam	0.00	-15.00	0.00	-15.00
901	Library	0.00	-7.55	0.00	-7.55
902	Cheerleaders	0.00	-1,191.51	0.00	-1,191.51
903	School Annuals	0.00	-14,727.66	0.00	-14,727.66
904	Band	0.00	-12,571.30	0.00	-12,571.30
906	Student Council	0.00	-1,508.07	0.00	-1,508.07
907	Art	0.00	-518.47	0.00	-518.47
908	Special Olympics	0.00	-638.18	0.00	-638.18
915	Project Inspire	0.00	-596.75	0.00	-596.75
916	Chromebook	0.00	-696.00	0.00	-696.00

Peabody High School

Run Date: 1/8/2021 2:13:23PM

Balance Sheet Report
Through 12/31/2020

Report Name: aaBalanceSheet.rpt

	General	Restricted	Food Service	Total
931 Operating Account Donations	0.00	-5,824.68	0.00	-5,824.68
932 Football Donations	0.00	-67,318.07	0.00	-67,318.07
933 Girls Basketball Donations	0.00	684.23	0.00	684.23
934 Boys Basketball Donations	0.00	-1,638.89	0.00	-1,638.89
935 Baseball Donations	0.00	-7,727.13	0.00	-7,727.13
936 Golf Donations	0.00	-465.25	0.00	-465.25
937 Girls Soccer Donations	0.00	0.00	0.00	0.00
938 Soccer Donations	0.00	-1,769.07	0.00	-1,769.07
939 Softball Donations	0.00	-3,511.00	0.00	-3,511.00
940 Tennis Donations	0.00	-1,003.75	0.00	-1,003.75
941 Volleyball Donations	0.00	-668.69	0.00	-668.69
942 Track & Field	0.00	-1,442.27	0.00	-1,442.27
950 Football Donation / Quarterback	0.00	-4,418.88	0.00	-4,418.88
Total Restricted Accounts	\$0.00	\$-225,697.06	\$0.00	\$-225,697.06
Grand Totals :	\$0.00	\$0.00	\$0.00	\$0.00

Trenton Elementary School

Balance Sheet Report
Through 12/31/2020

		General	Restricted	Food Service	Total
Assets					
11	Cash on hand	0.00	0.00	0.00	0.00
12	Cash in banks - checking	35,337.33	16,208.26	0.00	51,545.59
15	Savings #44093565 (Bancorp South)	0.00	0.00	0.00	0.00
16	CD #756070 (Bancorp South)	0.00	0.00	0.00	0.00
17	CD #756088 (Bancorp South)	0.00	0.00	0.00	0.00
43	Bookstore Inventory	0.00	0.00	0.00	0.00
	Total Assets	\$35,337.33	\$16,208.26	\$0.00	\$51,545.59
Liabilities					
91	General fund balance	-41,230.25	0.00	0.00	-41,230.25
	Total Liabilities	\$-41,230.25	\$0.00	\$0.00	\$-41,230.25
Revenues					
304	Pictures	-5,205.00	0.00	0.00	-5,205.00
306	Fundraising	-305.60	0.00	0.00	-305.60
310	Miscellaneous	-456.09	0.00	0.00	-456.09
311	Folders	-1.00	0.00	0.00	-1.00
313	Instructional Supplies	-836.58	0.00	0.00	-836.58
320	Interest	-50.90	0.00	0.00	-50.90
323	Book Orders	-50.39	0.00	0.00	-50.39
	Total Revenues	\$-6,905.56	\$0.00	\$0.00	\$-6,905.56
Expenditures					
408	Planners	580.37	0.00	0.00	580.37
411	Folders	1,350.00	0.00	0.00	1,350.00
412	Office Supplies	861.03	0.00	0.00	861.03
418	General Supplies	55.00	0.00	0.00	55.00
421	Instructional Supplies	1,026.03	0.00	0.00	1,026.03
423	Book Orders	221.44	0.00	0.00	221.44
429	Copy Machines	4,024.82	0.00	0.00	4,024.82
492	Pictures	4,373.20	0.00	0.00	4,373.20
499	Miscellaneous	306.59	0.00	0.00	306.59
	Total Expenditures	\$12,798.48	\$0.00	\$0.00	\$12,798.48
Restricted Accounts					
801	Vending Teacher Fund	0.00	-535.86	0.00	-535.86
804	Library	0.00	-3,165.67	0.00	-3,165.67
805	Accelerated Reader - AR	0.00	-17.78	0.00	-17.78
811	Fine Arts	0.00	-26.39	0.00	-26.39
814	Computer Lab	0.00	-2,102.54	0.00	-2,102.54
815	PATT	0.00	-325.41	0.00	-325.41
816	Physical Education	0.00	-1,162.59	0.00	-1,162.59
817	Guidance	0.00	-18.36	0.00	-18.36
818	K - 4 Families	0.00	-14.10	0.00	-14.10
819	Yearbook	0.00	-2,551.75	0.00	-2,551.75
825	Destination Imagination (DI)	0.00	-404.03	0.00	-404.03
826	Student of the Month	0.00	-78.40	0.00	-78.40
827	Basketball	0.00	-1,911.13	0.00	-1,911.13
828	Read to Be Ready	0.00	-61.50	0.00	-61.50
829	Do Right	0.00	-3,740.60	0.00	-3,740.60
830	PreK SPED	0.00	-68.15	0.00	-68.15
831	Chrome Book Fees	0.00	-24.00	0.00	-24.00

Trenton Elementary School

Balance Sheet Report
Through 12/31/2020

	<u>General</u>	<u>Restricted</u>	<u>Food Service</u>	<u>Total</u>
Total Restricted Accounts	<u>\$0.00</u>	<u>\$-16,208.26</u>	<u>\$0.00</u>	<u>\$-16,208.26</u>
Grand Totals :	<u><u>\$0.00</u></u>	<u><u>\$0.00</u></u>	<u><u>\$0.00</u></u>	<u><u>\$0.00</u></u>

Trenton Rosenwald Middle School

Run Date: 1/6/2021 3:55:25PM

Balance Sheet Report
Through 12/31/2020

Report Name: aaBalanceSheet.rpt

		General	Restricted	Food Service	Total
Assets					
11	Cash on hand	0.00	0.00	0.00	0.00
12	Cash in banks - checking	7,511.45	53,117.19	0.00	60,628.64
21	CD#403819 - Security Bank	0.00	9,980.33	0.00	9,980.33
22	CD April-#400702 - Bank of Commerce	0.00	0.00	0.00	0.00
23	CD June-#201173 - Bank of Commerce	0.00	0.00	0.00	0.00
43	Inventory Book Store	0.00	0.00	0.00	0.00
	Total Assets	\$7,511.45	\$63,097.52	\$0.00	\$70,608.97
Liabilities					
91	General fund balance	-8,296.06	0.00	0.00	-8,296.06
	Total Liabilities	\$-8,296.06	\$0.00	\$0.00	\$-8,296.06
Revenues					
307	Start Up Money	-3,000.00	0.00	0.00	-3,000.00
308	Vending Machines	-311.43	0.00	0.00	-311.43
318	Student Snacks	-3,264.00	0.00	0.00	-3,264.00
320	Interest	-51.74	0.00	0.00	-51.74
323	Student Incentive	-1,415.91	0.00	0.00	-1,415.91
325	Board Allocations	-1,750.60	0.00	0.00	-1,750.60
	Total Revenues	\$-9,793.68	\$0.00	\$0.00	\$-9,793.68
Expenditures					
411	Start Up Money	3,000.00	0.00	0.00	3,000.00
412	Office Supplies	1,942.26	0.00	0.00	1,942.26
413	PBIS -ROAR STORE	1,707.57	0.00	0.00	1,707.57
414	Equipment & Repairs	2,543.53	0.00	0.00	2,543.53
419	Instructional Supplies	111.02	0.00	0.00	111.02
498	Student Snacks	839.02	0.00	0.00	839.02
500	Miscellaneous	273.29	0.00	0.00	273.29
556	Student Incentive	161.60	0.00	0.00	161.60
	Total Expenditures	\$10,578.29	\$0.00	\$0.00	\$10,578.29
Restricted Accounts					
505	Team Leader 5	0.00	0.00	0.00	0.00
506	Team Leader 6	0.00	0.00	0.00	0.00
507	Team Leader 7	0.00	0.00	0.00	0.00
508	Team Leader 8	0.00	0.00	0.00	0.00
510	Student Council	0.00	-1,155.02	0.00	-1,155.02
511	Athletic Concessions	0.00	-1.12	0.00	-1.12
512	Book Damage Fees	0.00	-908.96	0.00	-908.96
514	Chromebook fees	0.00	-355.00	0.00	-355.00
555	FCA	0.00	-46.00	0.00	-46.00
557	Art	0.00	-153.28	0.00	-153.28
558	Scholastic Reading Club	0.00	-8.25	0.00	-8.25
602	Cheerleader	0.00	-1,114.17	0.00	-1,114.17
610	Library	0.00	-1,160.86	0.00	-1,160.86
611	Accelerated Reader	0.00	-983.05	0.00	-983.05
613	All Athletics Interest	0.00	-136.05	0.00	-136.05
614	Baseball	0.00	-783.56	0.00	-783.56
615	Basketball	0.00	-4,676.48	0.00	-4,676.48
616	Football	0.00	-18,406.92	0.00	-18,406.92
617	Soccer	0.00	-1,534.45	0.00	-1,534.45
618	Softball	0.00	-3,644.31	0.00	-3,644.31

Trenton Rosenwald Middle School

Balance Sheet Report
Through 12/31/2020

		General	Restricted	Food Service	Total
619	Volleyball	0.00	-4,725.58	0.00	-4,725.58
801	Beta Club	0.00	-6,178.47	0.00	-6,178.47
904	Band	0.00	-11,235.03	0.00	-11,235.03
905	Leigh Boyce Memorial Fund	0.00	-2,060.00	0.00	-2,060.00
906	Annual	0.00	-1,849.96	0.00	-1,849.96
909	Leigh Boyce Scholarship Fund	0.00	-1,981.00	0.00	-1,981.00
	Total Restricted Accounts	\$0.00	-\$63,097.52	\$0.00	-\$63,097.52
	Grand Totals :	\$0.00	\$0.00	\$0.00	\$0.00

TRENTON SPECIAL SCHOOL DISTRICT		2.403.2 Adm. Procedure				
INVENTORY DISPOSAL FORM						
SCHOOL/BUILDING: Peabody High School		Date: 1/28/2021				
PERSON DISPOSING PROPERTY: Shane Jacobs		BOARD APPROVAL DATE:				
COMPLETED BY PERSON DISPOSING PROPERTY		METHOD OF DISPOSAL				
COMPLETED BY SUPERVISOR/CENTRAL OFFICE		COMPLETED BY SUPERVISOR/CENTRAL OFFICE				
ITEM(S)	SER NUM/TAG NUM	SURPLUS REASON	SOLD AMOUNT	RECYCLED	DONATED	DESTROYED
Football Washer	A23685	old/upgrading				
Football Dryer	A23686	old/upgrading	\$			
Basketball Washer	M0799151580	old/upgrading	\$			
Basketball Dryer	160981	old/upgrading	\$			
			\$			
			\$			
			\$			
			\$			

				TRENTON SPECIAL SCHOOL DISTRICT		2.403.2 Adm. Procedure		
				INVENTORY DISPOSAL FORM				
SCHOOL/BUILDING: PHS				Date: 1-26-2021				
PERSON DISPOSING PROPERTY: Chad Karnes				BOARD APPROVAL DATE:				
				METHOD OF DISPOSAL				
COMPLETED BY PERSON DISPOSING PROPERTY				COMPLETED BY SUPERVISOR/CENTRAL OFFICE				
		ITEM(S)	SER NUM/TAG NUM	SURPLUS REASON	SOLD AMOUNT	RECYCLED	DONATED	DESTROYED
		Easel	A23055	Broken				
		Easel	A23050	Broken	\$			
		Easel	A23059	Broken	\$			
		Easel	A23053	Broken	\$			
		Stool	A23009	Broken	\$			
		Stool	A23017	Broken	\$			
		Stool	A23011	Broken	\$			
		Stool	A23005	Broken				

Program	School	Teacher	Room #	Inventory Number	Vendor	Item Description	Serial Number	Title	PO #
CTE	PHS	G Hudson	33	B30614	Apple	MacBook Pro 13	C1MHVNP6DTY3	Federal	6655B
CTE	PHS	G Hudson	33	B30615	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWFXXDFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30616	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWFYPDFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30617	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWFZRZDFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30618	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWFXTDFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30619	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWFNLDLDFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30620	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWF06DFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30621	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWF3MDFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30622	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWF1UDFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30623	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWF1XDFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30625	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWF2ODFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30626	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWF27DFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30627	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWF1TDFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30628	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWFQQDFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30629	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWEYBDFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30630	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWD9NDFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30631	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWF0ODFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30632	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWF2GHFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30633	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWEZUDFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30634	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWFXXGHFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30635	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWESLDFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30636	Apple	iPad 2 Wi-Fi 16GB Black	DMPHWF1ZDFHW	Federal	6655B
CTE	PHS	G Hudson	33	B30637	Apple	Bretford Powersync Cart	N/A	Federal	6655B

PO Date	Cost
6/19/2012	1099
6/19/2012	399
6/19/2012	399
6/19/2012	458
6/19/2012	458
6/19/2012	458
6/19/2012	458
6/19/2012	458
6/19/2012	458
6/19/2012	458
6/19/2012	458
6/19/2012	458
6/19/2012	458
6/19/2012	458
6/19/2012	458
6/19/2012	458
6/19/2012	458
6/19/2012	458
6/19/2012	458
6/19/2012	2599

**TRENTON SPECIAL SCHOOL DISTRICT
INTERNAL SCHOOL FUNDS**

TRENTON, TENNESSEE

FINANCIAL STATEMENTS

JUNE 30, 2020

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**TRENTON SPECIAL SCHOOL DISTRICT
INTERNAL SCHOOL FUNDS
ROSTER OF PUBLICLY ELECTED OFFICIALS**
For the Fiscal Year Ended June 30, 2020

Tim Haney, Director of Schools

Mark Harper, Chairman
Justin Weaver, Vice Chairman
Dee Ann McEwen
Clint Hickerson
Doug Smith



Independent Auditor's Report

Board of Education and Management
Trenton Special School District, Internal School Funds
Trenton, Tennessee

Report on the Financial Statements

We have audited the accompanying combined balance sheets – regulatory basis of the Trenton Special School District Internal School Funds (the Schools) as of June 30, 2020, and the related combined statement of revenues expenditures and changes in fund balances – regulatory basis for the year then ended, and the related notes to the financial statements, which collectively comprise the Schools Internal School Funds' basic financial statements, as listed in the table of contents. We have also audited the individual school balance sheets – regulatory basis, and the individual school statements of revenues, expenditures and changes in fund balances – regulatory basis presented as supplementary information, in the accompanying individual school financial statements as of and for the year ended June 30, 2020, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the *Tennessee Internal School Uniform Accounting Policy Manual*, as described in Note 1. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statements, the financial statements are prepared by the Schools on the basis of the financial reporting provisions of the *Tennessee Internal School Uniform Accounting Policy Manual*, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of Tennessee.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statements referred to in the first paragraph do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Schools as of June 30, 2020, or changes in financial position for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the combined financial statements referred to in the first paragraph present fairly, in all material respects, the assets, liabilities and fund balances of the Schools as of June 30, 2020, and the related revenues, expenditures and changes in fund balances for the year then ended in accordance with the financial reporting provisions of the *Tennessee Internal School Uniform Accounting Policy Manual* described in Note 1. In addition, in our opinion, the individual school financial statements referred to in the first paragraph present fairly, in all material respects, the assets, liabilities and fund balances of the Schools’ Internal School Funds as of June 30, 2020, and the related revenues, expenditures and changes in fund balances for the year then ended, in accordance with the financial reporting provisions of the *Tennessee Internal School Uniform Accounting Policy Manual* described in Note 1.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the combined financial statements – regulatory basis that collectively comprise the Schools Internal School Funds’ basic financial statements. In addition, our audit was conducted for the purpose of forming an opinion on the individual school financial statements – regulatory basis, presented as supplementary information. The schedule of interfund transfer, schedule of salary supplements, schedule of insurance coverage, introductory section, and management’s corrective action plan, as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements – regulatory basis of the schools. As described in Note 1 of the financial statements, the supplementary schedules, as listed in the table of contents, are prepared by the Schools on the basis of the financial reporting provision of the *Tennessee Internal School Uniform Accounting Policy Manual*, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

The supplementary schedules, as listed in the table of contents, are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements – regulatory basis. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements – regulatory basis and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements – regulatory basis themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary schedules, as listed in the table of contents, are fairly stated, in all material respects, in relation to the basic financial statements – regulatory basis as a whole.

The roster of publicly elected officials and management’s corrective action plan have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 31, 2020, on our consideration of the Schools’ internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Schools’ internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Schools’ internal control over financial reporting and compliance.

Alexander Thompson Arnold PLLC

Jackson, Tennessee
July 31, 2020

**TRENTON SPECIAL SCHOOL DISTRICT
INTERNAL SCHOOL FUNDS
COMBINED BALANCE SHEET - REGULATORY BASIS
June 30, 2020**

	<u>Peabody High School</u>	<u>Trenton Rosenwald Middle School</u>	<u>Trenton Elementary School</u>	<u>Total</u>
Assets				
Cash and certificates of deposit	\$ 189,284	\$ 63,467	\$ 59,137	\$ 311,888
Accounts receivable	-	305	-	305
Prepaid expenses	-	3,683	-	3,683
Total assets	<u>\$ 189,284</u>	<u>\$ 67,455</u>	<u>\$ 59,137</u>	<u>\$ 315,876</u>
Liabilities				
Accounts payable	\$ -	\$ 3,696	\$ -	\$ 3,696
Fund Balances				
General Fund				
Unassigned	40,107	8,296	41,230	89,633
Total general fund	<u>40,107</u>	<u>8,296</u>	<u>41,230</u>	<u>89,633</u>
Restricted Fund				
Restricted	48,128	-	558	48,686
Assigned	101,049	55,463	17,349	173,861
Total restricted fund	<u>149,177</u>	<u>55,463</u>	<u>17,907</u>	<u>222,547</u>
Total fund balances	<u>\$ 189,284</u>	<u>\$ 63,759</u>	<u>\$ 59,137</u>	<u>\$ 312,180</u>
Total liabilities and fund balances	<u>\$ 189,284</u>	<u>\$ 67,455</u>	<u>\$ 59,137</u>	<u>\$ 315,876</u>

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
INTERNAL SCHOOL FUNDS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - REGULATORY BASIS
For the Year Ended June 30, 2020**

	Peabody High School	Trenton Rosenwald Middle School	Trenton Elementary School	Total
Fund balance, July 1, 2019	\$ 195,434	\$ 50,406	\$ 59,663	\$ 305,503
Revenues	436,659	160,256	64,402	661,317
Expenditures	<u>442,809</u>	<u>146,903</u>	<u>64,928</u>	<u>654,640</u>
Excess of revenues over (under) expenditures	<u>(6,150)</u>	<u>13,353</u>	<u>(526)</u>	<u>6,677</u>
Other financing sources (uses)				
Operating transfers in	38,422	2,460	1,132	42,014
Operating transfers out	<u>(38,422)</u>	<u>(2,460)</u>	<u>(1,132)</u>	<u>(42,014)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other financing sources over (under) expenditures and other uses	<u>(6,150)</u>	<u>13,353</u>	<u>(526)</u>	<u>6,677</u>
Fund balance, June 30, 2020	<u>\$ 189,284</u>	<u>\$ 63,759</u>	<u>\$ 59,137</u>	<u>\$ 312,180</u>

The accompanying notes are an integral part of the financial statements.

TRENTON SPECIAL SCHOOL DISTRICT
INTERNAL SCHOOL FUNDS
NOTES TO FINANCIAL STATEMENTS
June 30, 2020

BACKGROUND

Section 49-2-110, Tennessee Code Annotated, provides for student activity funds, establishes responsibility for those funds, and requires schools to adopt and follow a uniform accounting manual. This section excludes parent-teacher and parent-student support organizations from the accounting, record keeping, and other requirements of this section.

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

This report includes only the individual school activity funds of the Trenton Special School District (the Schools). Internal school funds consist of financial resources accounted for at the individual schools.

Internal School Funds

Internal school funds reported in the accompanying financial statements include donations and grants made to the individual schools; fees collected by schools; funds received from the local board of education; funds raised through cooperative agreements; rental fees; and student activity funds.

Student Activity Funds

Student activity funds include all money received from any source for school sponsored student activities or school-sponsored events held at or in connection with a school, and specifically include, but are not limited to funds:

- Derived from a school-sponsored academic, art, athletic, or social event involving students;
- Raised by school-sponsored clubs involving students;
- Raised by school-sponsored fundraisers involving students who are under the supervision of a school employee;
- Received from a commission for the direct sale of items to students pursuant to a cooperative agreement between the school and an outside organization;
- Received for the direct sale of items to students from a school-run bookstore located on school grounds;
- Raised from fees charged to students;
- Obtained from interest from any account that contains student activity funds;
- Obtained from any related school-sponsored activity that involves the use of school personnel, students, and property during the school day.

TRENTON SPECIAL SCHOOL DISTRICT
INTERNAL SCHOOL FUNDS
NOTES TO FINANCIAL STATEMENTS
June 30, 2020

B. Other Comprehensive Basis of Accounting (OCBOA)

The accounting and financial reporting requirements for school activity funds are set forth in the *Tennessee Internal School Uniform Accounting Policy Manual* (the Manual), issued by the Tennessee Department of Education. The requirements established in the Manual differ from generally accepted accounting principles primarily in the presentation of the financial statements and restricted fund revenue and expenditure accounting and reporting. The following is a summary of the basic requirements of this other comprehensive basis of accounting.

The financial statements consist of balance sheets and statements of revenues, expenditures and changes in fund balances.

The combined financial statements present all of the individual schools in a columnar format and are required to be presented before the notes to the financial statements. These statements focus on each of the individual schools rather than the funds within the schools. In keeping with that focus, the columnar headings identify the individual schools rather than the funds.

The individual school financial statements present the detailed fund activity in each school and are included after the notes to the financial statements.

Revenues are classified by source and expenditures are classified by either function or object for the general fund but not the restricted fund. Revenues and expenditures of the restricted fund are recorded based on the specific group or activity which will benefit or expend the funds. The activity in the restricted "accounts" is presented as total revenues and transfers in and total expenditures and transfers out for each account. A corresponding "fund balance" is presented for each account. Although the restricted fund is a single fund, each account within the fund must present its portion of the restricted fund balance. Transfers reported on the financial statements represent authorized movement of funds between restricted accounts as well as between the general fund and restricted fund.

C. Measurement Focus and Basis of Accounting

The accompanying financial statements are reported using the current financial resources measurement focus. Accordingly, only current assets and current liabilities are included on the balance sheets and the fund balances report only spendable resources. Internal school funds use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. Management policies define available as collectible within 30 days after the fiscal year end. Expenditures are generally recognized when the related fund liability is incurred, if measurable.

D. Fund Structure

The accounts of the individual schools are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts, which are comprised of the fund's assets, liabilities, fund equity, revenues, and expenditures. The funds are grouped in the accompanying financial statements as follows:

TRENTON SPECIAL SCHOOL DISTRICT
INTERNAL SCHOOL FUNDS
NOTES TO FINANCIAL STATEMENTS
June 30, 2020

General Fund

The general fund is used to account for all money to be used for the general operation of the school or for the welfare of the student body. Revenues and expenditures in this fund are not restricted to any specific group or activity.

Restricted Fund

The restricted fund is used to account for money that is restricted for the use of a specific segment of the school population or legally restricted for a specific purpose and not intended to benefit the general school population.

E. Inventory

Inventories are stated at lower of cost (first-in, first-out) or market (net realizable value). The consumption method is used to account for inventories. Under the consumption method, a physical count of inventories is made at year-end and the financials are adjusted to the year end value. However, significant amounts of inventory, if any, on hand at year-end are reported as an asset in the financial statements. In accordance with generally accepted accounting principles, the fair value of donated goods and supplies are recognized as revenues and expenditures in the financial statements. For the current year no significant amounts of such donations were received.

F. Fund Balances

Nonspendable Fund Balance

Fund balances reported as nonspendable in the accompanying financial statements represent amounts for inventory in the general fund.

Restricted Fund Balance

Fund balances reported as restricted are the result of externally imposed restrictions placed upon certain resources accounted for in the restricted funds. This includes BEP (Basic Education Program) funds and grant funds.

When both restricted and unrestricted resources are available for use, it is the school system's policy to use restricted resources first, then unrestricted resources as they are needed.

Assigned Fund Balance

Amounts that are constrained by each school's intent to be used for specific purposes are reflected as assigned in the accompanying financial statements. This includes accounts reported in the restricted fund at each school, except for those that account for externally restricted resources as described above. Inventory amounts for restricted accounts are reflected as assigned because the use of the proceeds from the sale of those inventories is assigned. Board of Education allocation amounts not spent by the end of the fiscal year are reflected as assigned in the general fund because the Board's intent is for those resources to be expended for instruction, administration, and/or operations and maintenance.

**TRENTON SPECIAL SCHOOL DISTRICT
INTERNAL SCHOOL FUNDS
NOTES TO FINANCIAL STATEMENTS
June 30, 2020**

The Board of Education is authorized to assign amounts for specific purposes with respect to the amounts they allocate to the individual schools. The principal is the official authorized to assign all other amounts to a specific purpose. Authorization is established by the *Tennessee Internal School Uniform Accounting Policy Manual*.

Unassigned Fund Balance

In accordance with generally accepted accounting principles, the general fund is the only fund at each school that reports amounts for unassigned fund balance. This classification represents fund balance that is not restricted and has not been assigned to specific purposes within the general fund.

When both assigned and unassigned resources are available for use, it is the school system's policy to use assigned resources first, then unassigned resources as they are needed.

The fund balance detail for the Schools are reflected below. Additional detail is provided on the individual school financial statements.

	<u>Peabody High School</u>		<u>Trenton Rosenwald Middle School</u>		<u>Trenton Elementary School</u>	
	<u>General Fund</u>	<u>Restricted Fund</u>	<u>General Fund</u>	<u>Restricted Fund</u>	<u>General Fund</u>	<u>Restricted Fund</u>
Fund Balances:						
Restricted for:						
Restricted donations- athletics	\$ -	\$ 3,585	\$ -	\$ -	\$ -	\$ -
Football donation -Quarterback	-	4,294	-	-	-	-
Girls & Boys State	-	40,249	-	-	-	-
Read to Be Ready	-	-	-	-	-	61
Student of the Month	-	-	-	-	-	78
PreK SPED	-	-	-	-	-	419
Assigned to:						
Restricted Funds	-	101,049	-	55,463	-	17,349
Unassigned:	<u>40,107</u>	<u>-</u>	<u>8,296</u>	<u>-</u>	<u>41,230</u>	<u>-</u>
Total fund balances	<u>\$ 40,107</u>	<u>\$ 149,177</u>	<u>\$ 8,296</u>	<u>\$ 55,463</u>	<u>\$ 41,230</u>	<u>\$ 17,907</u>

G. Prepaid Expenses

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

NOTE 2 – DEPOSITS

A. Legal Provisions

All deposits with financial institutions in excess of FDIC limits are required to be secured by one of two methods. Excess funds can be deposited with a financial institution(s) that participates in the State of Tennessee Bank Collateral Pool administered by the state treasurer. For deposits with

**TRENTON SPECIAL SCHOOL DISTRICT
INTERNAL SCHOOL FUNDS
NOTES TO FINANCIAL STATEMENTS
June 30, 2020**

financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with collateral whose market value is equal to 105 percent of the uninsured amount of the deposits.

B. Cash Deposits

Cash in bank represents funds on deposit in various depositories.

C. Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the school's deposits may not be returned to it. None of the school's deposits were exposed to custodial credit risk because all balances were entirely insured by the FDIC or through the Bank Collateral Pool with the State of Tennessee.

NOTE 3 – CAPITAL ASSETS

A. Capital Assets

Capital assets acquired by the individual schools are recorded as expenditures at the time of purchase. Title and accountability for capital assets purchased pass automatically to the board of education.

B. Copier Leases

Trenton Special School District – Internal School Funds has entered into certain noncancelable copier leases. The various schools are obligated to make the monthly payments on these leases as follows:

School	Monthly Payment	Minimum Lease Payment / Balance		Company
Trenton Elementary School	\$ 347	2021	\$ 4,164	Konica Minolta Premier Finance
		2022	4,164	
		2023	<u>1,041</u>	
		Total	<u>\$ 9,369</u>	
Trenton Rosenwald Middle School	\$ 287	2021	\$ 3,444	Konica Minolta Premier Finance
		2022	<u>2,009</u>	
		Total	<u>\$ 5,453</u>	
Peabody High School	\$ 589	2021	\$ 7,068	RJ Young Company
		2022	7,068	
		2023	<u>4,712</u>	
		Total	<u>\$ 18,848</u>	

TRENTON SPECIAL SCHOOL DISTRICT
INTERNAL SCHOOL FUNDS
NOTES TO FINANCIAL STATEMENTS
June 30, 2020

NOTE 4 – OTHER MATTER

The COVID-19 outbreak in the United States has caused business disruption through mandated and voluntary closings of businesses. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration of the closings. However, the related financial impact on the Schools and the duration cannot be estimated at this time.

**TRENTON SPECIAL SCHOOL DISTRICT
PEABODY HIGH SCHOOL
BALANCE SHEET - REGULATORY BASIS
June 30, 2020**

	<u>Assets</u>	<u>Fund Balances</u>			<u>Total Fund Balances</u>
	<u>Cash</u>	<u>Restricted</u>	<u>Assigned</u>	<u>Unassigned</u>	
General Fund	\$ 40,107	\$ -	\$ -	\$ 40,107	\$ 40,107
Restricted Funds					
21 plus club	786	-	786	-	786
AP Advance placement	14	-	14	-	14
Art	503	-	503	-	503
Athletic	46,934	-	46,934	-	46,934
Band	5,154	-	5,154	-	5,154
Beta club	1,759	-	1,759	-	1,759
Cheerleaders	44	-	44	-	44
Chromebook	43	-	43	-	43
FCCLA	740	-	740	-	740
FFA club	19,157	-	19,157	-	19,157
Future teachers of America	703	-	703	-	703
Girls & Boys State	40,249	40,249	-	-	40,249
History club	2	-	2	-	2
HOSA	716	-	716	-	716
Junior rotary	744	-	744	-	744
Library	224	-	224	-	224
Math club	10	-	10	-	10
Peabody Pals	670	-	670	-	670
Pep club	528	-	528	-	528
Project Inspire	597	-	597	-	597
Restricted donation- athletics	3,585	3,585	-	-	3,585
Football donation -Quarterback	4,294	4,294	-	-	4,294
School annuals	15,589	-	15,589	-	15,589
Special olympics	345	-	345	-	345
STEM club	3,978	-	3,978	-	3,978
Student council	1,756	-	1,756	-	1,756
School of Rock	53	-	53	-	53
Total restricted funds	<u>149,177</u>	<u>48,128</u>	<u>101,049</u>	<u>-</u>	<u>149,177</u>
Total general and restricted funds	<u>\$ 189,284</u>	<u>\$ 48,128</u>	<u>\$ 101,049</u>	<u>\$ 40,107</u>	<u>\$ 189,284</u>

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
PEABODY HIGH SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - REGULATORY BASIS**

For the Year Ended June 30, 2020

	Fund	Revenues	Expenditures	Transfers		Fund
	Balance			In	Out	Balance
	7/1/2019					6/30/2020
General Fund	<u>\$ 30,777</u>	<u>\$ 17,278</u>	<u>\$ 13,542</u>	<u>\$ 5,594</u>	<u>\$ -</u>	<u>\$ 40,107</u>
Restricted Funds						
21 plus club	3,606	1,780	4,600	-	-	786
AP Advance placement	-	1,226	1,212	-	-	14
Art	339	583	419	-	-	503
Athletic	14,160	269,928	269,982	32,828	-	46,934
Band	6,316	35,258	36,420	-	-	5,154
Beta club	1,411	17,162	16,814	-	-	1,759
Cheerleaders	1,882	25,705	27,543	-	-	44
Chromebook	108	1,545	1,610	-	-	43
Class of 2020	11,780	13,098	19,284	-	5,594	-
FCCLA	1,175	992	1,427	-	-	740
FFA club	12,425	16,538	9,806	-	-	19,157
Football donation -Quarterback	4,003	3,990	3,699	-	-	4,294
Future teachers of America	187	1,557	1,041	-	-	703
Girls & Boys State	40,249	-	-	-	-	40,249
History club	2	-	-	-	-	2
HOSA	836	105	225	-	-	716
Junior rotary	699	45	-	-	-	744
Library	254	52	82	-	-	224
Math club	83	-	73	-	-	10
Peabody Pals	761	35	126	-	-	670
Pep club	721	4,350	4,543	-	-	528
Project Inspire	453	198	54	-	-	597
Restricted donation- athletics	44,094	3,183	10,864	-	32,828	3,585
SAT exam	-	150	150	-	-	-
School annuals	14,787	10,791	9,989	-	-	15,589
School of Rock	155	45	147	-	-	53
Special olympics	559	786	1,000	-	-	345
STEM club	2,701	6,957	5,680	-	-	3,978
Student council	911	3,322	2,477	-	-	1,756
	<u>164,657</u>	<u>419,381</u>	<u>429,267</u>	<u>32,828</u>	<u>38,422</u>	<u>149,177</u>
Total restricted funds						
Total general and restricted funds	<u>\$ 195,434</u>	<u>\$ 436,659</u>	<u>\$ 442,809</u>	<u>\$ 38,422</u>	<u>\$ 38,422</u>	<u>\$ 189,284</u>

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
PEABODY HIGH SCHOOL
STATEMENT OF REVENUES AND EXPENDITURES GENERAL FUND -
REGULATORY BASIS
For the Year Ended June 30, 2020**

Revenues

Donations	\$	565
Report card envelopes		33
Locker fees		55
Miscellaneous		725
Pictures		1,025
Safety & Security		1,005
Pepsi machine		4,360
Tom's machine		3,792
Board allocations		5,718
Total revenues	<u>\$</u>	<u>17,278</u>

Expenditures

Administrative supplies and materials	\$	1,731
Administrative expenditures - other		3,182
Copy machine exp.		7,189
Instructional supplies and materials		50
Safety & Security		275
Postage		1,115
Total expenditures	<u>\$</u>	<u>13,542</u>

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
TRENTON ROSENWALD MIDDLE SCHOOL
BALANCE SHEET - REGULATORY BASIS**

June 30, 2020

	Assets				Liabilities and Fund Balances				Total Liabilities and Fund Balance		
	Cash & Certificates of Deposit			Accounts Receivable	Prepaid Expense	Total	Liabilities			Fund Balances	
	Accounts Payable	Assigned	Unassigned				Total Fund Balance				
General Fund	\$ 4,308	\$ -	\$ -	\$ 4,308	\$ -	\$ -	\$ 8,296	\$ 8,296	\$ 8,296		
Restricted Funds											
Accelerated reader	983	-	-	983	-	983	-	983	983		
Annual	5,056	305	3,683	9,044	3,696	1,360	-	1,360	5,056		
Art	153	-	-	153	-	153	-	153	153		
Athletic	36,652	-	-	36,652	-	36,652	-	36,652	36,652		
Band	7,469	-	-	7,469	-	7,469	-	7,469	7,469		
Beta club	2,798	-	-	2,798	-	2,798	-	2,798	2,798		
Book damage fees	909	-	-	909	-	909	-	909	909		
Cheerleaders	1,896	-	-	1,896	-	1,896	-	1,896	1,896		
FCA	46	-	-	46	-	46	-	46	46		
Library	1,281	-	-	1,281	-	1,281	-	1,281	1,281		
Scholastic reading club	8	-	-	8	-	8	-	8	8		
Student council	1,125	-	-	1,125	-	1,125	-	1,125	1,125		
Team leader 5	81	-	-	81	-	81	-	81	81		
Team leader 6	254	-	-	254	-	254	-	254	254		
Team leader 7	411	-	-	411	-	411	-	411	411		
Team leader 8	37	-	-	37	-	37	-	37	37		
Total restricted funds	59,159	305	3,683	63,147	3,696	55,463	-	55,463	59,159		
Total general and restricted funds	\$ 63,467	\$ 305	\$ 3,683	\$ 67,455	\$ 3,696	\$ 55,463	\$ 8,296	\$ 63,759	\$ 67,455		

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
TRENTON ROSENWALD MIDDLE SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - REGULATORY BASIS**

For the Year Ended June 30, 2020

	Fund Balance 7/1/2019	Revenues	Expenditures	Transfers In	Transfers Out	Fund Balance 6/30/2020
General Fund	\$ 1,344	\$ 42,882	\$ 37,075	\$ 1,145	\$ -	\$ 8,296
Restricted Funds						
Accelerated reader	983	-	-	-	-	983
Annual	1,360	-	-	-	-	1,360
Art	153	-	-	-	-	153
Athletic	36,466	56,683	57,812	1,315	-	36,652
Athletic concessions	-	5,155	3,840	-	1,315	-
Band	3,985	24,526	21,042	-	-	7,469
Beta club	604	15,432	13,238	-	-	2,798
Book damage fees	909	-	-	-	-	909
Cheerleaders	1,809	6,983	6,896	-	-	1,896
FCA	-	312	266	-	-	46
Chromebook fees	-	674	674	-	-	-
Library	804	3,046	2,569	-	-	1,281
Field trip	1,145	-	-	-	1,145	-
Scholastic reading club	8	-	-	-	-	8
Student council	4	4,563	3,442	-	-	1,125
Team leader 5	81	-	-	-	-	81
Team leader 6	254	-	-	-	-	254
Team leader 7	460	-	49	-	-	411
Team leader 8	37	-	-	-	-	37
Total restricted funds	<u>49,062</u>	<u>117,374</u>	<u>109,828</u>	<u>1,315</u>	<u>2,460</u>	<u>55,463</u>
Total general and restricted funds	<u>\$ 50,406</u>	<u>\$ 160,256</u>	<u>\$ 146,903</u>	<u>\$ 2,460</u>	<u>\$ 2,460</u>	<u>\$ 63,759</u>

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
TRENTON ROSENWALD MIDDLE SCHOOL
STATEMENT OF REVENUES AND EXPENDITURES GENERAL FUND
REGULATORY BASIS**

For the Year Ended June 30, 2020

Revenues

Fundraisers	\$	21,475
Field trip		2,217
Pictures		297
Vending machines		534
Miscellaneous		137
Board allocations		18,014
Interest		208
Total revenues	<u>\$</u>	<u>42,882</u>

Expenditures

Fundraisers	\$	15,405
Field trip		2,861
Equipment and repairs		6,948
Miscellaneous		242
Instructional supplies		4,068
Office supplies		3,014
Student incentives		4,537
Total expenditures	<u>\$</u>	<u>37,075</u>

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
TRENTON ELEMENTARY SCHOOL
BALANCE SHEET - REGULATORY BASIS
June 30, 2020**

	Liabilities and Fund Balances				
	Assets	Fund Balances			
	Cash	Restricted	Assigned	Unassigned	Total Fund Balance
General Fund	\$ 41,230	\$ -	\$ -	\$ 41,230	\$ 41,230
Restricted Funds					
Library	3,363	-	3,363	-	3,363
Accelerated reader	18	-	18	-	18
Fine arts	26	-	26	-	26
Computer lab	2,103	-	2,103	-	2,103
PATT	281	-	281	-	281
Physical education	1,233	-	1,233	-	1,233
Guidance	18	-	18	-	18
K - 4 families	14	-	14	-	14
Yearbook	1,116	-	1,116	-	1,116
Destination imagination	404	-	404	-	404
Student of the Month	78	78	-	-	78
Ready to be ready	61	61	-	-	61
Do Right	6,111	-	6,111	-	6,111
Basketball	2,662	-	2,662	-	2,662
PreK SPED	419	419	-	-	419
Total restricted funds	17,907	558	17,349	-	17,907
Total general and restricted funds	\$ 59,137	\$ 558	\$ 17,349	\$ 41,230	\$ 59,137

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
TRENTON ELEMENTARY SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - REGULATORY BASIS
For the Year Ended June 30, 2020**

	Fund Balance 7/1/2019	Revenues	Expenditures	Transfers In	Transfers Out	Fund Balance 6/30/2020
General Fund	\$ 42,130	\$ 26,653	\$ 28,685	\$ 1,132	\$ -	\$ 41,230
Restricted Funds						
Library	2,499	2,276	1,412	-	-	3,363
Accelerated reader	18	-	-	-	-	18
Class of 2029	16	-	-	-	16	-
Fine arts	26	-	-	-	-	26
Computer lab	2,509	-	406	-	-	2,103
PATT	515	2,955	3,189	-	-	281
Physical education	1,491	-	258	-	-	1,233
Guidance	18	-	-	-	-	18
K - 4 families	14	-	-	-	-	14
Yearbook	373	6,212	5,469	-	-	1,116
Class of 2031 field trips	7	-	-	-	7	-
Class of 2030 field trips	516	-	-	-	516	-
Class of 2029 field trips	220	-	-	-	220	-
Class of 2028 field trips	327	-	-	-	327	-
Class of 2027 field trips	46	-	-	-	46	-
Destination imagination	700	1,180	1,476	-	-	404
Student of the month	246	160	328	-	-	78
Basketball	1,162	3,912	2,412	-	-	2,662
Do Right	6,769	20,054	20,712	-	-	6,111
PreK SPED	-	1,000	581	-	-	419
Ready to be ready	61	-	-	-	-	61
Total restricted funds	<u>17,533</u>	<u>37,749</u>	<u>36,243</u>	<u>-</u>	<u>1,132</u>	<u>17,907</u>
Total general and restricted funds	<u>\$ 59,663</u>	<u>\$ 64,402</u>	<u>\$ 64,928</u>	<u>\$ 1,132</u>	<u>\$ 1,132</u>	<u>\$ 59,137</u>

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
TRENTON ELEMENTARY SCHOOL
STATEMENT OF REVENUES AND EXPENDITURES GENERAL FUND -
REGULATORY BASIS**

For the Year Ended June 30, 2020

Revenues

Board allocations	\$ 6,020
Field trips	3,969
Fundraising	12,278
Instructional Supplies	1,846
Other	199
Pictures	1,948
Special activities	125
Interest	268
Total revenues	<u>\$ 26,653</u>

Expenditures

Copy machine	\$ 8,233
Field trips	4,251
Fundraiser	7,389
Instructional supplies	6,885
Student of the Month	44
Special activities	118
Miscellaneous	328
Office and general supplies	1,437
Total expenditures	<u>\$ 28,685</u>

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
PEABODY HIGH SCHOOL
SCHEDULE OF INTERFUND TRANSFERS
For the Year Ended June 30, 2020**

Transfer from	Transfer to		
	General Fund	Athletics	Total
Class of 2020	\$ 5,594	\$ -	\$ 5,594
Restricted donations- athletics	-	32,828	32,828
Total interfund transfers	<u>\$ 5,594</u>	<u>\$ 32,828</u>	<u>\$ 38,422</u>

See independent auditor's report.

**TRENTON SPECIAL SCHOOL DISTRICT
TRENTON ROSENWALD MIDDLE SCHOOL
SCHEDULE OF INTERFUND TRANSFERS**
For the Year Ended June 30, 2020

Transfer from	Transfer to		
	Athletics	General Fund	Totals
Athletic Concessions	\$ 1,315	\$ -	\$ 1,315
Field trip	-	1,145	1,145
Total interfund transfers	<u>\$ 1,315</u>	<u>\$ 1,145</u>	<u>2,460</u>

See independent auditor's report.

**TRENTON SPECIAL SCHOOL DISTRICT
TRENTON ELEMENTARY SCHOOL
SCHEDULE OF INTERFUND TRANSFERS
For the Year Ended June 30, 2020**

Transfer from	Transfer to
	General Fund
Class of 2029	\$ 16
Class of 2031 field trips	7
Class of 2030 field trips	516
Class of 2029 field trips	220
Class of 2028 field trips	327
Class of 2027 field trips	46
Total interfund transfers	\$ 1,132

See independent auditor's report.

**TRENTON SPECIAL SCHOOL DISTRICT
INTERNAL SCHOOL FUNDS
SCHEDULE OF SALARY SUPPLEMENTS
For the Year Ended June 30, 2020**

School	Amount	Source of Funds	Board Approved	Proper Withholding
Peabody High School				
Angelica Voigt	\$ 53	Football	Yes	Yes
Ann Hickerson	659	Athletics	Yes	Yes
Anna Shelton	18	Football	Yes	Yes
Audra Hines	18	Football	Yes	Yes
Barbara Cole	30	Football	Yes	Yes
Bonnie Duncan	725	Athletics	Yes	Yes
Briana Ziebart	850	Band	Yes	Yes
Carl Mayberry	1,751	Athletics	Yes	Yes
Clint Sisco	1,431	Athletics	Yes	Yes
Dan Dehann	237	Basketball	Yes	Yes
Darlene Fairless	221	Athletics	Yes	Yes
Darrel Walker	74	Football	Yes	Yes
Debbie Grant	18	Football	Yes	Yes
Geraldine Overton	183	Athletics	Yes	Yes
Hannah Bridges	1,263	Band	Yes	Yes
Jackie Cook	82	STEM	Yes	Yes
Katie Bruketta	710	Football	Yes	Yes
Leigh Boyce	300	Band	Yes	Yes
Linda Webb	390	Athletics	Yes	Yes
Mark Fairless	368	Athletics	Yes	Yes
Marshall Easley	3,040	Athletics	Yes	Yes
Michael Hart	18	Football	Yes	Yes
Perry Lane	192	Football	Yes	Yes
Randy Raynolds	1,339	Various	Yes	Yes
Susan Gonzales	10	BETA	Yes	Yes
Terry Brown	564	Football	Yes	Yes
Tim Peavyhouse	875	Football	Yes	Yes
Tracell Lindsey	203	Volleyball	Yes	Yes
Tracy Simmons	51	Football	Yes	Yes
Veronica Minton	194	Various	Yes	Yes
Wes Miller	35	Football	Yes	Yes
William McElrath	846	Athletics	Yes	Yes
Trenton Rosenwald Middle School				
B. Pomeroy	116	Football	Yes	Yes
Cedric Mayberry	137	Various	Yes	Yes
Daniel Hodges	225	Basketball	Yes	Yes
Darlene Fairless	79	General Fund	Yes	Yes
Drew Gibson	822	Athletics	Yes	Yes
Kevin Doan	237	Basketball	Yes	Yes
Marshall Easley	494	Various	Yes	Yes
Randy Raynolds	160	Various	Yes	Yes
William McElrath	1,034	Various	Yes	Yes
Trenton Elementary School				
Breeden	129	Field Trip	Yes	Yes

See independent auditor's report.

**TRENTON SPECIAL SCHOOL DISTRICT
INTERNAL SCHOOL FUNDS
SCHEDULE OF SALARY SUPPLEMENTS**
For the Year Ended June 30, 2020

School	Amount	Source of Funds	Board Approved	Proper Withholding
Cedric Mayberry	482	Field Trip	Yes	Yes
Cortnee Wilkes	1,073	Do Right	Yes	Yes
Darlene Fairless	126	Field Trip	Yes	Yes
Marshall Easley	152	Field Trip	Yes	Yes
Randy Raynolds	415	Field Trip	Yes	Yes
Tim Peavyhouse	63	Field Trip	Yes	Yes
Total salary supplements	<u>\$ 22,492</u>			

See independent auditor's report.

**TRENTON SPECIAL SCHOOL DISTRICT
INTERNAL SCHOOL FUNDS
SCHEDULE OF INSURANCE COVERAGE**
June 30, 2020

Company	Tennessee Risk Management Trust
Type of Coverage	Employee Fidelity Money and Securities Forgery or Alteration
Amount	Each employee is covered up to \$400,000 on each loss occurrence with a deductible of \$500.
Period Covered	July 1, 2019 - July 1, 2020
Positions Covered	All employees

See independent auditor's report.



**Independent Auditor's Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an
Audit of Financial Statements Performed in
Accordance With *Government Auditing Standards***

Board of Education and Management
Trenton Special School District, Internal School Funds
Trenton, Tennessee

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the combined balance sheet – regulatory basis and the related combined statement of revenues, expenditures, and changes in fund balances–regulatory basis of Trenton Special School District Internal School Funds (the Schools) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Schools' basic financial statements – regulatory basis, and have issued our report thereon dated July 31, 2020. We also have audited the individual school balance sheets – regulatory basis, and the individual school statements of revenues, expenditures, and changes in fund balances – regulatory basis presented as supplementary information in the accompanying individual school financial statements as of and for the year ended June 30, 2020, as listed in the table of contents. Our report disclosed that the financial statements were prepared in conformity with the accounting practices prescribed by the *Tennessee Internal School Uniform Accounting Policy Manual*, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements combined and individual schools – regulatory basis, we considered the Schools' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements – regulatory basis, but not for the purpose of expressing an opinion on the effectiveness of the Schools' internal control. Accordingly, we do not express an opinion on the effectiveness of the Schools' internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and recommendations, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a

combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and recommendations as 2020-002 to be a material weakness.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control described in the accompanying schedule of findings and recommendations as item 2020-001 to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Schools' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and recommendations as items 2020-001 and 2020-002.

In addition, we noted other matters involving the internal control and its operation that we reported to management of the Schools in a separate letter dated July 31, 2020.

Schools' Response to Findings

The Schools' response to the findings identified in our audit are described in the accompanying schedule of findings and recommendations. The Schools' response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Schools' internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Alexander Thompson Arnold PLLC

Jackson, Tennessee
July 31, 2020

**TRENTON SPECIAL SCHOOL DISTRICT
INTERNAL SCHOOL FUNDS
SCHEDULE OF FINDINGS AND RECOMMENDATIONS
June 30, 2020**

Current Year Findings

2020-001 Accountability Related to Fundraisers (Significant Deficiency and Noncompliance)

Condition

During our audit at Trenton Elementary School, we noted that there was no fundraiser approval form or profit and loss analysis completed for the t-shirt/decal fundraiser and the Valentine candy fundraiser. In addition, a profit and loss analysis was not properly completed for the snack cart fundraiser and we were not able to determine the accurate net profit for this fundraiser due to lack of detailed records.

Criteria

Section 4, Title 8 of the *Tennessee Internal School Uniform Policy Manual* states, "Accountability is necessary regardless of whether or not the intention is to raise funds and generate a profit or to break even from the resale activity...."

For ongoing resale activities such as bookstores, concessions, vending, etc., monthly profit analysis reports must be completed to document collections, expenses, and any profit or losses of money or product. These reports must be filed with the other school records. The school must maintain detailed records to support all amounts recorded on these forms. If the profit analysis report indicates a shortage, an explanation must be given for the shortage. If no reasonable explanation can be given, each subsequent day's activities must be recorded and evaluated until the reason for the shortage has been identified and corrected. For annuals, magazine sales, candy sales, and other similar activities that are not perpetual in nature, profit analysis reports may be completed at the conclusion of the activity....

The principal must obtain written approval from the director of schools or designee for all fundraising activities that involve the participation of the general student population in the marketing process of the fundraising effort."

Cause

The condition noted above was a result of lack of management's oversight.

Effect

The condition noted above creates an opportunity for misuse of funds, misstatement of cash, and unauthorized fundraising activities.

Recommendation

We recommend that the school obtain proper written authorization prior to the fundraising activities. In addition, the school should perform profit and loss analysis for all resale activities to ensure revenues and expenses related to the resale activities are properly accounted for. Detailed records should be maintained to support the amount recorded on the profit and loss analysis forms.

Response:

Trenton Elementary School

Fundraiser forms will be completed in a timely manner for all fundraisers. A profit analysis will be completed for the Snack Cart.

**TRENTON SPECIAL SCHOOL DISTRICT
INTERNAL SCHOOL FUNDS
SCHEDULE OF FINDINGS AND RECOMMENDATIONS
June 30, 2020**

2020-002 Fundraisers- Unexplained Differences (Material Weakness and Noncompliance)

Condition

During the audit, we noted unexplained differences related the following fundraisers at Trenton Rosenwald Middle School:

- a) **Baseball Candy Fundraiser:** The fundraiser summary report for this fundraiser showed a net loss of \$168. No adequate explanation or investigation was provided or performed by the school management. The profit and loss analysis for this fundraiser was incorrectly completed, and therefore, an initial difference of \$1,294 was not noted. After further inquiry and investigation by the school management, the difference was determined to be due to the remaining inventory, as well as the remaining candies/money not yet collected from the students due to the school's abrupt closure as a result of COVID-19. As of the date of the audit report, \$420 was subsequently collected for this fundraiser.

- b) **Soccer Chocolate Bar Fundraiser:** The fundraiser summary report for this fundraiser showed a net loss of \$73. No further explanation or investigation was provided or performed by the school management. The profit and loss analysis for this fundraiser was incorrectly completed, and therefore, an initial difference of \$1,368 was not noted. After further inquiry and investigation by the school management, the difference was determined to be due to the remaining inventory, as well as the remaining candies/money not yet collected from the students due to the school's abrupt closure as a result of COVID-19. As of the date of the audit report, \$300 was subsequently collected for this fundraiser, some of which was held by the coach in excess of three business days due to the school closure.

Criteria

Section 6, Title 2 of the *Tennessee Internal School Uniform Policy Manual* states, "Collections should be deposited daily, if possible, but no more than three days after the initial collection."

Section 4, Title 8 of the *Tennessee Internal School Uniform Policy Manual* states, "Accountability is necessary regardless of whether or not the intention is to raise funds and generate a profit or to break even from the resale activity...."

For ongoing resale activities such as bookstores, concessions, vending, etc., monthly profit analysis reports must be completed to document collections, expenses, and any profit or losses of money or product. These reports must be filed with the other school records. The school must maintain detailed records to support all amounts recorded on these forms. If the profit analysis report indicates a shortage, an explanation must be given for the shortage. If no reasonable explanation can be given, each subsequent day's activities must be recorded and evaluated until the reason for the shortage has been identified and corrected. For annuals, magazine sales, candy sales, and other similar activities that are not perpetual in nature, profit analysis reports may be completed at the conclusion of the activity."

Cause

The condition noted above is partially due to the school closure as a result of COVID-19 and partially due to the lack of management's oversight in ensuring fundraiser forms are properly completed and in investigating the differences in a prompt and satisfactory manner.

**TRENTON SPECIAL SCHOOL DISTRICT
INTERNAL SCHOOL FUNDS
SCHEDULE OF FINDINGS AND RECOMMENDATIONS
June 30, 2020**

Effect

The condition noted above resulted in fundraiser differences that were not noted or explained.

Recommendation

We recommend that the school ensure adequate training of the staff on how to properly complete a profit and loss analysis for resale fundraisers. The profit and loss analysis should be reviewed by the school management for accuracy, and if any shortages are noted, immediate action should be taken to identify and correct and/or explain the shortages. In addition, the school should implement proper controls, especially during times of uncertainty, to ensure that school inventory and funds are properly accounted for.

Response:

Trenton Rosenwald Middle School

- TRMS Bookkeeper has created a new procedure for coaches, club sponsors, and teachers for collecting funds. All have been trained on the new procedure.
- A new form has been created and implemented to assist in keeping up with each students' accountability for items being sold.
- Bookkeeper and Principal will oversee profit analysis reports upon completion and take immediate corrective action when/if shortages are noticed.
- Coaches, club sponsors, and teachers will follow a procedure from now on if a shut down of school occurs.

**TRENTON SPECIAL SCHOOL DISTRICT
INTERNAL SCHOOL FUNDS
SCHEDULE OF PRIOR YEAR FINDINGS**
For the Year Ended June 30, 2020

Prior Year Finding Number	Finding Title	Status/Current Year Finding Number
2019-001	Gift Card Accountability (Original Finding #2019-001)	Rosenwald Middle School - Corrected Trenton Elementary School - Corrected
2019-002	Accountability Related to Fundraisers (Original Finding #2019-002)	Trenton Elementary School - Repeated as 2020-001
2019-003	Count of Collection Form (Original Finding #2019-003)	Trenton Elementary School - Corrected
2019-004	Deposit Errors (Original Finding #2019-004)	Trenton Elementary School - Corrected
2019-005	Control over Credit Card/ Charge Account Usage (Original Finding #2019-005)	Trenton Rosenwald Middle School - Corrected
2019-006	Intact Deposit (Original Finding #2019-006)	Trenton Rosenwald Middle School - Corrected



Trenton Special School District

201 West Tenth Street
Trenton, Tennessee 38382

Phone 731-855-1191
Fax 731-855-1414

www.trentonssd.org

Tim Haney
Director of Schools

MANAGEMENT'S CORRECTIVE ACTION PLAN

June 30, 2020

Trenton Special School District's Internal School Funds respectfully submits the following corrective action plan for the year ended June 30, 2020.

Name and address of independent public accounting firm:
Alexander Thompson Arnold PLLC
227 Oil Well Road
Jackson, TN 38305

Audit period:
June 30, 2020

Trenton Special School District Internal School Funds Contact and Responsible Persons:
Tim Haney, Director of Schools 731-855-1191
Rick Hooker, Principal of Peabody High School 731-855-2601
Paul Pillow, Principal of Trenton Rosenwald Middle School 731-855-2422
Cortnee Wilkes, Principal of Trenton Elementary School 731-855-0971

The findings from the June 30, 2020, schedule of findings and recommendations are discussed below. The findings are numbered consistently with the number assigned in the schedule. Findings are required to be reported in accordance with governmental auditing standards.

2020-001 Accountability Related to Fundraisers (Significant Deficiency and Noncompliance)

Trenton Elementary School

Response and Corrective Action Plan prepared by: Cortnee Wilkes
Person Responsible for Implementing the Corrective Action: Cortnee Wilkes
Anticipated Completion Date of Corrective Action: 7/28/2020
Planned Corrective Action:

Fundraiser approval forms and profit and loss analysis will be completed for all fundraisers. All employees have been reminded that fundraisers must be properly documented using appropriate forms.

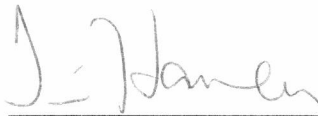
2020-002 Fundraisers- Unexplained Differences (Material Weakness and Noncompliance)

Trenton Rosenwald Middle School

Response and Corrective Action Plan prepared by: Paul Pillow
Person Responsible for Implementing the Corrective Action: Paul Pillow
Anticipated Completion Date of Corrective Action: 8/23/2020

Planned Corrective Action:

- TRMS Bookkeeper has created a new procedure for coaches, club sponsors, and teachers for collecting funds. All have been trained on the new procedure.
- A new form has been created and implemented to assist in keeping up with each students' accountability for items being sold.
- Bookkeeper and Principal will oversee profit analysis reports upon completion and take immediate corrective action when/if shortages are noticed.
- Coaches, club sponsors, and teachers will follow a procedure from now on if a shut down of school occurs.



Tim Haney, Director of Schools

TRENTON SPECIAL SCHOOL DISTRICT
FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
JUNE 30, 2020

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**TRENTON SPECIAL SCHOOL DISTRICT
DIRECTORY**
June 30, 2020

ELECTED OFFICIALS

Dr. Mark Harper, Chairman
Justin Weaver, Vice Chairman
Dee Ann McEwen, Treasurer/Fiscal Agent
Doug Smith, Board Liaison
Clint Hickerson, Board Secretary

APPOINTED OFFICIALS

Tim Haney, Director of Schools
Tamela Smith, General Accounting Finance Director
Lisa Seiber, Bookkeeper - Public Law and Cafeteria

COUNSEL

J. Mark Johnson, Attorney

INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Alexander Thompson Arnold PLLC
Jackson, Tennessee

FINANCIAL SECTION



Independent Auditor's Report

To the Board of Education
Trenton Special School District
Trenton, Tennessee

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of Trenton Special School District (the District) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the major fund, and the aggregate remaining fund information of the Trenton Special School District, as of June 30, 2020, and the respective changes in financial position thereof and the respective budgetary comparison for the general purpose school fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Trenton Special School District's basic financial statements. The introductory section and supplementary and other information section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards *Title 2 U.S. Code of Federal Regulations Part 200*, and is also not a required part of the basic financial statements.

The supplementary and other information section including the schedule of expenditures of federal awards is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, supplementary and other information section including the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2020, on our consideration of the Trenton Special School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Trenton Special School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Trenton Special School District's internal control over financial reporting and compliance.

Alexander Thompson Arnold PLLC

Jackson, Tennessee
December 18, 2020

Management's Discussion and Analysis

As management of the Trenton Special School District (the District), we offer readers of the financial statements for the District this narrative overview and analysis of the financial activities for the year ended June 30, 2020. We encourage the readers to consider the information here in conjunction with the Independent Auditor's Report and the District's financial statements. Professional standards require the inclusion of certain comparative information in the Management's Discussion and Analysis (MD&A).

Financial Highlights

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at June 30, 2020 by \$18,359,352. Of this amount, \$4,849,986 (unrestricted net position) may be used to meet the District's ongoing obligations to citizens and creditors.
- As of the close of the current fiscal year, the District reported combined ending fund balances of \$8,875,068. Approximately 41.45% of this total amount, \$3,678,873 is unassigned in the general purpose fund.
- At the end of the current fiscal year, unassigned fund balance for the general purpose fund was \$3,678,873 or 11.12% of total general purpose fund expenditures.
- The District's total debt increased by \$144,237. This increase is due to the issuance of the Limited Tax School Bonds, Series 2020 to refinance all existing long-term debts and to acquire additional funding for the District's future capital projects.
- The District's total capital assets decreased by \$252,657. The decrease was due to current year's depreciation exceeding current year's capital asset additions.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) district-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains required supplementary information and supplementary and other information in addition to the basic financial statements themselves.

District-wide financial statements. The *district-wide financial statements* are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The *statement of net position* presents financial information on all of the District's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flow in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the district-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs. The District's governmental activities include general administration, finance and education. The District has no business-type

activities to report.

Please refer to the Table of Contents to locate the district-wide financial statements.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be grouped into one category: governmental funds.

Governmental funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the District itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the District's Board.

At June 30, 2020, the District's governmental funds reported combined fund balances of \$8,875,068, an increase of \$1,043,232 in comparison with the prior year. Approximately 41.45% of this amount, \$3,678,873 constitutes unassigned fund balance, which is available for spending at the District's discretion. The remainder of the fund balance is either nonspendable, restricted, committed, or assigned to indicate that it is 1) not in spendable form \$122,380, 2) legally required to be maintained intact \$0, 3) restricted for particular purposes \$1,849,571, 4) committed for particular purposes \$0, or 5) assigned for particular purposes \$3,224,244.

The District maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general purpose fund and the nonmajor funds. The general purpose fund is considered a major fund, while the public law, cafeteria, and bus garage are considered nonmajor funds.

The District adopts an annual appropriated budget for its general purpose, public law, cafeteria, and bus garage funds. The District adopts a public law program, and the budgets for the public law fund are determined by the grantor of each grant. A budgetary comparison statement has been provided as a basic financial statement for the general purpose fund to demonstrate compliance with this budget. In addition, budgetary comparisons are presented as supplementary and other information for the public law, cafeteria, and bus garage funds as nonmajor funds.

Please refer to the Table of Contents to locate the basic governmental fund financial statements.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the district-wide and fund financial statements. Please refer to the Table of Contents to locate the notes to the financial statements.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. This required supplementary information has been presented in the required supplementary information section of this report. The nonmajor funds' statements of revenues, expenditures, and changes in fund balances are presented as supplementary and other information as well other additional information.

District-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial

position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$18,359,352 at the close of the fiscal year ended June 30, 2020.

A large portion of the District's net position reflects its net investment in capital assets (e.g., buildings, and equipment) less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The District's Net Position	Governmental Activities <u>June 30, 2020</u>	Governmental Activities <u>June 30, 2019</u>
Assets		
Current and other	\$ 14,368,122	\$ 12,107,748
Capital assets - net of accumulated depreciation	<u>30,476,352</u>	<u>30,729,009</u>
Total assets	<u>44,844,474</u>	<u>42,836,757</u>
 Deferred outflows of resources	 <u>1,242,020</u>	 <u>1,072,773</u>
 Liabilities		
Long-term liabilities	22,592,776	20,441,968
Other liabilities	<u>783,009</u>	<u>793,666</u>
Total liabilities	<u>23,375,785</u>	<u>21,235,634</u>
 Deferred inflows of resources	 <u>4,351,357</u>	 <u>3,779,604</u>
 Net position		
Net investment in capital assets	9,478,946	11,003,901
Restricted	4,030,420	2,311,699
Unrestricted	<u>4,849,986</u>	<u>5,578,692</u>
Total net position	<u>\$ 18,359,352</u>	<u>\$ 18,894,292</u>

The above provides a summary of the District's net position for 2020 and 2019.

During the current fiscal year, the District's total net position decreased by \$534,940 or (2.83%).

The following summary shows the changes in net position for fiscal years 2020 and 2019.

The District's Changes in Net Position	Governmental Activities <u>June 30, 2020</u>	Governmental Activities <u>June 30, 2019</u>
Revenues		
Program revenues		
Charges for services	\$ 144,963	\$ 272,522
Operating grants and contributions	2,995,023	2,966,854
General revenues		
Property taxes	2,653,691	2,655,634
Sales taxes	1,052,044	942,514
Interstate telecommunications tax	8,438	8,501
Licenses and permits	460	341
Grants and contributions not restricted to specific programs:		
Basic Education Program	8,130,000	7,925,900
Other	623,875	86,601
Interest	51,564	69,812
Other miscellaneous revenues	357,244	249,030
Total revenues	<u>16,017,302</u>	<u>15,177,709</u>
Expenses		
Instruction	7,017,413	5,547,246
Support Services	4,914,239	4,859,220
Non-instructional services	4,620,590	3,899,889
Total expenses	<u>16,552,242</u>	<u>14,306,355</u>
Increase (decrease) in net position	<u>(534,940)</u>	<u>871,354</u>
Net position, beginning	18,894,292	18,022,938
Net position, ending	<u>\$ 18,359,352</u>	<u>\$ 18,894,292</u>

Governmental activities. Governmental activities decreased the District's net position by \$534,940.

Total governmental activities' revenue for the fiscal year was \$16,017,302. The largest single revenue source was state revenues in the form of Basic Education Program payments.

Expense and Program Revenues - Governmental Funds

Certain revenues are generated that are specific to governmental program activities. Among the major fund, the general purpose had \$34,051,113 in revenues and other financing sources and \$33,088,598 in expenditures and other financing uses. In the non-major funds, the public law fund had \$1,014,973 in revenues and \$1,014,973 in expenditures, the cafeteria fund had \$978,542 in revenues and \$890,988 in expenditures, and the bus garage fund had \$361,875 in revenues and \$361,705 in expenditures.

Revenue by Source - Governmental Funds

Total governmental revenues allocated by each revenue type.

	June 30, 2020		June 30, 2019	
	Amount	Percent	Amount	Percent
Program revenues				
Charges for services	\$ 144,963	0.91%	\$ 272,522	1.80%
Operating grants and contributions	2,995,023	18.70%	2,966,854	19.55%
General revenues				
Property taxes	2,653,691	16.57%	2,655,634	17.50%
Sales taxes	1,052,044	6.57%	942,514	6.21%
Interstate telecommunications tax	8,438	0.05%	8,501	0.06%
Licenses and permits	460	0.01%	341	0.01%
Grants and contributions not restricted to specific programs	8,753,875	54.64%	8,012,501	52.77%
Interest	51,564	0.32%	69,812	0.46%
Other local revenue	357,244	2.23%	249,030	1.64%
Total revenues	<u>\$ 16,017,302</u>	<u>100.00%</u>	<u>\$ 15,177,709</u>	<u>100.00%</u>

Financial Analysis of the Government's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirement.

Governmental funds. The focus of the District's *governmental funds* is to provide information on near-term inflow, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$8,875,068. Of this amount, \$3,678,873 constitutes *unassigned fund balance*, which is available for spending at the District's discretion. The remainder is not available for new spending and has been classified as nonspendable, restricted, committed or assigned.

The general purpose fund is the chief operating fund of the District. At the end of the current fiscal year, unassigned fund balance was \$3,678,873.

As a measure of the general purpose fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 11.12% of the total general purpose fund expenditures, while total fund balances represents 25.26% of that same amount.

General Purpose Fund Budgetary Highlights

Differences between the original budget and the final amended budget are briefly summarized as follows:

General Purpose Fund	June 30, 2020		
	Original	Final	Difference
Revenues			
Taxes	\$ 3,478,744	\$ 3,478,744	\$ -
Intergovernmental	9,019,872	9,090,582	70,710
Miscellaneous	89,000	92,442	3,442
Total revenues	<u>12,587,616</u>	<u>12,661,768</u>	<u>74,152</u>
Expenses			
Instruction	6,221,351	6,261,132	39,781
Support Services	4,628,818	4,664,188	35,370
Non-instructional services	3,083,307	24,455,538	21,372,231
Total expenditures	<u>13,933,476</u>	<u>35,380,858</u>	<u>21,447,382</u>
Other financing sources (uses):			
Net proceeds on issuance of debt	-	20,977,664	20,977,664
Insurance recovery	-	109,416	109,416
Total other financing sources (uses)	<u>-</u>	<u>21,087,080</u>	<u>21,087,080</u>
Net change in fund balance	<u>\$ (1,345,860)</u>	<u>\$ (1,632,010)</u>	<u>\$ (286,150)</u>

In 2020, the major increase in revenues and expense were due to the issuance of the Limited Tax School Bonds, Series 2020.

Capital Asset and Debt Administration

Capital Assets. The District's investment in capital assets for its governmental funds as of June 30, 2020 and 2019, amounts to \$30,476,352 and \$30,729,009 (net of accumulated depreciation), respectively. This investment in capital assets includes land, construction in progress, buildings and improvements, and other capital assets (including equipment)

Long-term debt. As of June 30, 2020, the District had total bonded debt outstanding of \$19,995,000. The outstanding balances of long-term debts at June 30, 2020 and 2019 are as follows:

	June 30, 2020	June 30, 2019
School Bonds, Series 2010A	\$ -	\$ 4,375,000
School Bonds, Series 2010B	-	11,100,000
School Bonds, Series 2012	-	1,065,000
School Energy Lease, Series 2018	-	3,310,763
Limited Tax School Bonds, Series 2020	19,995,000	-
	<u>\$ 19,995,000</u>	<u>\$ 19,850,763</u>

The specifics on these bonds and the capital lease are located in the notes to the financial statements. Please refer to the Table of Contents to locate the notes to the financial statements.

Economic Factors and Next Year's Budget and Rates

The unemployment rate for Gibson County is currently 8.8%. This compares unfavorably to the State's average unemployment rate of 9.7% and the national average unemployment rate of 11.1%. All of the rates are from labor statistics released for June 2020. All of these factors were considered in preparing the District's budget for the 2020-2021 fiscal year.

The COVID-19 outbreak in the United States has caused business disruption through mandated and voluntary closings of businesses. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration of the closings. However, the related financial impact on the District and the duration cannot be estimated at this time.

Request for Information

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Trenton Special School District, 201 West Tenth Street, Trenton, TN 38382.

**TRENTON SPECIAL SCHOOL DISTRICT
DISTRICT-WIDE STATEMENT OF NET POSITION**

June 30, 2020

	<u>Governmental Activities</u>
Assets	
Cash	\$ 7,595,061
Cash - restricted	1,287,405
Receivables	3,266,436
Inventories	122,380
Stabilization reserve trust - restricted	38,371
Net pension asset	2,058,469
Capital assets, not being depreciated	
Construction in progress	79,504
Land	266,057
Capital assets, net of accumulated depreciation	
Buildings and improvements	29,552,225
Other capital assets	578,566
Total assets	<u>44,844,474</u>
Deferred Outflows of Resources	
Pension related deferred outflows	939,951
OPEB related deferred outflows	72,879
Deferred charge on refunding	229,190
Total deferred outflows of resources	<u>1,242,020</u>
Liabilities	
Accounts payable	194,471
Salaries payable	325,346
Insurance payable	218,221
Accrued interest payable	44,971
Noncurrent liabilities:	
Portion due or payable within one year:	
Bonds payable	664,264
Portion due or payable after one year:	
OPEB liability	1,366,180
Bonds payable	20,562,332
Total liabilities	<u>23,375,785</u>
Deferred Inflows of Resources	
Pension related deferred inflows	1,654,810
Unavailable - property taxes	2,696,547
Total deferred inflows of resources	<u>4,351,357</u>
Net Position	
Net investment in capital assets	9,478,946
Restricted for:	
Other local education	523,795
Capital projects	1,287,405
Net pension asset	2,058,469
Stabilization reserve trust	38,371
Inventory	122,380
Unrestricted	4,849,986
Total net position	<u>\$ 18,359,352</u>

The accompanying notes are an integral part of the financial statements.

TRENTON SPECIAL SCHOOL DISTRICT
DISTRICT-WIDE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense)</u>
		<u>Charges for</u>	<u>Operating</u>	<u>Revenue and</u>
		<u>Services</u>	<u>Grants and</u>	<u>Changes in</u>
			<u>Contributions</u>	<u>Net Position</u>
				<u>Governmental</u>
				<u>Activities</u>
Governmental activities:				
Instruction				
Regular education	\$ 5,605,497	\$ -	\$ 671,946	\$ (4,933,551)
Alternate education	272,905	-	2,011	(270,894)
Special education	853,275	-	338,186	(515,089)
Vocational education	271,356	-	20,701	(250,655)
Student body education	14,380	-	-	(14,380)
Support services				
Attendance	144,814	-	-	(144,814)
Health services	172,791	-	-	(172,791)
Other student support	426,838	-	9,458	(417,380)
Regular instruction	669,504	-	129,600	(539,904)
Special education	132,646	-	38,364	(94,282)
Vocational education	35,196	-	1,248	(33,948)
Instructional technology	267,658	-	-	(267,658)
Board of Education	143,399	-	-	(143,399)
Office of Superintendent	170,735	-	1,005	(169,730)
Office of Principal	730,656	-	2,011	(728,645)
Fiscal services	75,177	-	-	(75,177)
Human services	115,116	-	-	(115,116)
Operation and maintenance of plant	1,113,159	-	-	(1,113,159)
Student transportation	687,711	1,016	361,710	(324,985)
Central and other	28,839	-	-	(28,839)
Non-instructional services				
Food service	946,860	99,467	854,765	7,372
Community services	149,595	44,480	156,060	50,945
Early Childhood Education	414,168	-	407,958	(6,210)
Education capital outlay	1,737,469	-	-	(1,737,469)
Education debt service	1,372,498	-	-	(1,372,498)
	<u>\$ 16,552,242</u>	<u>\$ 144,963</u>	<u>\$ 2,995,023</u>	<u>(13,412,256)</u>

The accompanying notes are an integral part of the financial statements.

TRENTON SPECIAL SCHOOL DISTRICT
DISTRICT-WIDE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense) Revenue and Changes in Net Position</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Governmental Activities</u>
General revenues				
Property taxes				2,653,691
Sales taxes				1,052,044
Interstate telecommunications tax				8,438
Licenses and permits				460
Grants and contributions not restricted to certain programs				
Basic Education Program				8,130,000
Other				35,412
Interest				51,564
State's share of OPEB expense				588,463
Other miscellaneous revenues				357,244
Total general revenues				12,877,316
				(534,940)
Net position, beginning				18,894,292
Net position, ending				\$ 18,359,352

The accompanying notes are an integral part of the financial statements.

TRENTON SPECIAL SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2020

	<u>General Purpose School Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets			
Cash	\$ 7,252,994	\$ 342,067	\$ 7,595,061
Cash - restricted	1,287,405	-	1,287,405
Accounts receivable	210,386	-	210,386
Accounts receivable - grant	111,488	231,850	343,338
Property taxes receivable	2,696,547	-	2,696,547
Due from other funds	164,706	-	164,706
Due from other governments	-	16,165	16,165
Inventories	-	122,380	122,380
Stabilization reserve trust - restricted	38,371	-	38,371
	<u>11,761,897</u>	<u>712,462</u>	<u>12,474,359</u>
Total assets	\$ 11,761,897	\$ 712,462	\$ 12,474,359
Liabilities, Deferred Inflows of Resources, and Fund Balance			
Liabilities			
Accounts payable	\$ 163,866	\$ 30,605	\$ 194,471
Salaries payable	325,346	-	325,346
Insurance payable	218,221	-	218,221
Due to other funds	-	164,706	164,706
Total liabilities	<u>707,433</u>	<u>195,311</u>	<u>902,744</u>
Deferred Inflows of Resources			
Unavailable property taxes	<u>2,696,547</u>	<u>-</u>	<u>2,696,547</u>
Fund balance			
Nonspendable			
Inventory	-	122,380	122,380
Restricted			
Education	227,420	-	227,420
Instruction	1,604	-	1,604
Capital projects	1,287,405	-	1,287,405
Stabilization reserve trust	38,371	-	38,371
Operation of non-instructional services	-	294,771	294,771
Assigned			
Instruction - textbooks	100,000	-	100,000
Capital outlay	1,434,757	-	1,434,757
Other purposes	426,150	100,000	526,150
Fiscal year 2021 budget	1,163,337	-	1,163,337
Unassigned	<u>3,678,873</u>	<u>-</u>	<u>3,678,873</u>
Total fund balance	<u>8,357,917</u>	<u>517,151</u>	<u>8,875,068</u>
Total liabilities, deferred inflows of resources and fund balance	\$ 11,761,897	\$ 712,462	\$ 12,474,359

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION**

June 30, 2020

Amounts reported for the governmental activities in the statement of net position (Page 12) are different because:

Fund balance - total governmental funds (Page 15)	\$ 8,875,068
Capital assets (net of accumulated depreciation) used in governmental activities are not financial resources and, therefore, are not reported in funds.	30,476,352
Some payables are not due and payable in the current period and, therefore, are not reported in the funds:	
Accrued interest	(44,971)
Deferred outflows of resources related to pensions and OPEB in which the consumption of net position will occur in future periods, therefore, it is not reported in the funds	1,012,830
Deferred inflows of resources related to pensions in which the acquisition of net position will occur in future periods, therefore, it is not reported in the funds	(1,654,810)
Net pension asset (liability) is not a financial resource (use) in the current period and, therefore, are not reported as an asset (liability) in the funds	
Net pension asset	2,058,469
Long-term liabilities are not due in the the current period and, therefore, are not reported in the funds:	
OPEB	(1,366,180)
Bonds and capital lease payable	(19,995,000)
Bond premium and discount	(1,231,596)
Deferred charge on refunding	<u>229,190</u>
	<u>(22,363,586)</u>
Net position - governmental activities (Page 12)	<u>\$ 18,359,352</u>

The accompanying notes are an integral part of the financial statements.

TRENTON SPECIAL SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
For the Year Ended June 30, 2020

	<u>General Purpose School Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues			
Local taxes	\$ 3,714,356	\$ -	\$ 3,714,356
Current charges for education services	28,930	-	28,930
Licenses and permits	277	-	277
Charges for services	-	99,467	99,467
Other local revenues	82,243	385,670	467,913
Federal and state funds	9,087,013	1,798,466	10,885,479
Commodities	-	70,072	70,072
Interest	51,214	350	51,564
Other income	-	1,365	1,365
Total revenues	<u>12,964,033</u>	<u>2,355,390</u>	<u>15,319,423</u>
Expenditures			
Current			
Instruction	5,774,926	685,269	6,460,195
Support services	4,165,904	535,348	4,701,252
Non-instructional services	408,959	1,047,049	1,456,008
Education capital outlay	1,553,043	-	1,553,043
Education debt service			
Principal	19,954,297	-	19,954,297
Interest	988,469	-	988,469
Cost of bond issuance	243,000	-	243,000
Total expenditures	<u>33,088,598</u>	<u>2,267,666</u>	<u>35,356,264</u>
Excess revenues over expenditures	(20,124,565)	87,724	(20,036,841)
Other financing sources (uses)			
Bonds issued	20,977,664	-	20,977,664
Insurance recovery	109,416	-	109,416
Total other financing sources (uses)	<u>21,087,080</u>	<u>-</u>	<u>21,087,080</u>
Net change in fund balance	962,515	87,724	1,050,239
Fund balance - beginning	7,395,402	436,434	7,831,836
Increase (decrease) in inventory	<u>-</u>	<u>(7,007)</u>	<u>(7,007)</u>
Fund balance - ending	<u>\$ 8,357,917</u>	<u>\$ 517,151</u>	<u>\$ 8,875,068</u>

The accompanying notes are an integral part of the financial statements.

TRENTON SPECIAL SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020

Amounts reported for the governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds (Page 17)	\$ 1,050,239
Capital outlays are reported in the governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense:	
Capital outlays	1,157,700
Construction work in process	79,504
Depreciation	(1,489,861)
The repayment of the principal of long-term debt consumes the current financial resources of governmental funds; however, these repayments have no effect on net position.	
	19,850,763
Interest is reported as an expenditure when due in the governmental funds, but is accrued on outstanding debt on the statement of activities.	
	107,903
Governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are amortized in the statement of activities. The amount is the net effect of these differences in the treatment.	
	(1,128,061)
The issuance of long-term debt provides current financial resources to governmental funds; however, the issuance increases the liability on the statement of activities.	
	(19,995,000)
The actuarially determined expense does not consume current financial resources and, therefore, is not reported in the governmental funds. It is reported as expenses in the statement of activities.	
(Pension expense)/negative pension expense	(184,606)
OPEB expense	(1,237,783)
The payment of pension and OPEB contributions consumes current financial resources in the governmental funds. These transactions do not have any effect on the net position, but are considered deferred outflows of resources.	
Pension contribution	599,927
OPEB contribution	72,879
Revenues on the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds:	
State's share of OPEB expense	588,463
The increase (decrease) in inventory is reported as a direct change to beginning fund balance. However, in the statement of activities this increase is reported as an expense based on the consumption method.	
	(7,007)
Change in net position of governmental activities (Page 14)	<u>\$ (534,940)</u>

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
GENERAL PURPOSE SCHOOL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended June 30, 2020

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Over (Under)</u>
Revenues				
Local taxes				
Property tax - current	\$ 2,461,244	\$ 2,461,244	\$ 2,521,277	\$ 60,033
Property tax - prior	100,000	100,000	110,165	10,165
Interest and penalty on delinquent tax	10,000	10,000	19,416	9,416
Payment in lieu of taxes	2,500	2,500	2,833	333
County sales tax	900,000	900,000	1,052,044	152,044
Mixed drink tax	-	-	183	183
Interstate telecommunications tax	5,000	5,000	8,438	3,438
Total local taxes	<u>3,478,744</u>	<u>3,478,744</u>	<u>3,714,356</u>	<u>235,612</u>
Current charges for education services				
Receipts from individual schools	30,000	30,000	-	(30,000)
Community service fees	2,000	2,000	-	(2,000)
Transportation	6,000	6,000	1,016	(4,984)
Other charges for services	22,000	22,000	27,914	5,914
Total current charges for education services	<u>60,000</u>	<u>60,000</u>	<u>28,930</u>	<u>(31,070)</u>
Licenses and permits	<u>300</u>	<u>300</u>	<u>277</u>	<u>(23)</u>
Other local revenues				
Interest on temporary investments	25,000	25,000	51,214	26,214
Rent for use of school facilities	4,000	4,000	16,566	12,566
Contributions and gifts	-	3,442	3,442	-
Miscellaneous	-	-	62,235	62,235
Total other local revenues	<u>29,000</u>	<u>32,442</u>	<u>133,457</u>	<u>101,015</u>
State funds and federal passed through state				
Basic education program	8,130,000	8,130,000	8,130,000	-
Early childhood education funds	407,958	407,958	407,958	-
Career ladder program	24,000	24,000	17,987	(6,013)
School food service	6,000	6,000	-	(6,000)
Other state education funds	231,440	270,180	275,839	5,659
Other state grants	-	31,970	31,970	-
Total state funds and federal passed through state	<u>8,799,398</u>	<u>8,870,108</u>	<u>8,863,754</u>	<u>(6,354)</u>
Federal funds received directly				
Bond interest rebate	<u>220,174</u>	<u>220,174</u>	<u>223,259</u>	<u>3,085</u>
Total federal funds received directly	<u>220,174</u>	<u>220,174</u>	<u>223,259</u>	<u>3,085</u>

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
GENERAL PURPOSE SCHOOL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended June 30, 2020

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Over (Under)</u>
Total revenues	12,587,616	12,661,768	12,964,033	302,265
Expenditures				
Instruction				
Regular Education Program				
Teachers	3,538,248	3,457,797	3,360,068	(97,729)
Career ladder program	9,000	9,000	7,890	(1,110)
Homebound teachers	3,000	3,000	655	(2,345)
Educational assistants	84,823	84,823	84,030	(793)
Certified substitute teachers	50,000	50,000	36,778	(13,222)
Non-certified substitute teachers	50,000	50,000	37,070	(12,930)
Social security taxes	231,264	231,264	190,994	(40,270)
State retirement	397,118	400,318	314,643	(85,675)
Medical insurance	520,512	520,512	437,006	(83,506)
Unemployment	8,000	12,000	11,900	(100)
Medicare taxes	54,086	54,086	45,794	(8,292)
Other fringe benefits	6,500	6,500	635	(5,865)
Instructional supplies	158,320	159,812	147,687	(12,125)
Electronic textbooks	50,000	50,000	8,838	(41,162)
Textbooks	50,000	90,000	89,570	(430)
Other supplies and materials	3,000	3,000	-	(3,000)
Fee waivers	6,000	6,000	-	(6,000)
Other charges	24,000	29,000	29,643	643
Capital outlay - equipment	16,034	20,034	19,698	(336)
Other equipment	-	18,000	17,031	(969)
Total regular education program	<u>5,259,905</u>	<u>5,255,146</u>	<u>4,839,930</u>	<u>(415,216)</u>
Alternate Instruction Program				
Teachers	152,450	152,650	152,613	(37)
Career Ladder Program	2,000	2,000	2,000	-
Educational assistants	38,065	38,065	37,454	(611)
Social security taxes	11,936	11,696	10,708	(988)
State retirement	18,329	18,329	18,315	(14)
Medical insurance	28,908	28,908	25,009	(3,899)
Medicare taxes	2,791	2,791	2,504	(287)
Other fringe benefits	-	40	31	(9)
Instructional supplies	300	300	-	(300)
Other supplies and materials	500	500	-	(500)
Total alternate instruction program	<u>255,279</u>	<u>255,279</u>	<u>248,634</u>	<u>(6,645)</u>
Special Education Program				
Teachers	247,475	246,052	246,052	-
Educational Assistants	75,632	73,540	73,540	-

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
GENERAL PURPOSE SCHOOL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended June 30, 2020

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Over (Under)</u>
Social security taxes	20,033	18,063	18,063	-
State retirement	30,165	28,779	27,021	(1,758)
Medical insurance	46,041	40,534	40,534	-
Medicare taxes	4,687	4,287	4,224	(63)
Other Fringe Benefits	1,400	1,278	1,318	40
Contracts with Other Schools	7,527	7,327	7,204	(123)
Other chargers	1	14,051	13,978	(73)
Total special education program	<u>432,961</u>	<u>433,911</u>	<u>431,934</u>	<u>(1,977)</u>
Vocational Education Program				
Teachers	158,725	158,751	158,750	(1)
Certified substitute teachers	2,000	2,325	2,325	-
Non-certified substitute teachers	2,000	2,340	2,340	-
Social security taxes	10,089	10,089	9,266	(823)
State retirement	16,872	16,872	16,875	3
Medical insurance	13,226	12,535	12,524	(11)
Medicare taxes	2,360	2,360	2,173	(187)
Contracts with other school systems	12,086	12,086	12,086	-
Maintenance and repair - equipment	500	500	383	(117)
Instructional supplies	7,000	45,740	15,961	(29,779)
Other supplies and materials	2,913	2,913	1,372	(1,541)
Other charges	6,000	6,000	4,629	(1,371)
Total vocational education program	<u>233,771</u>	<u>272,511</u>	<u>238,684</u>	<u>(33,827)</u>
Student Body Education Program				
Other salaries and wages	35,000	39,300	10,743	(28,557)
Social security taxes	2,170	2,270	2,297	27
State retirement	1,757	2,157	2,151	(6)
Medicare taxes	508	558	553	(5)
Total student body education program	<u>39,435</u>	<u>44,285</u>	<u>15,744</u>	<u>(28,541)</u>
Total Instruction	<u>6,221,351</u>	<u>6,261,132</u>	<u>5,774,926</u>	<u>(486,206)</u>
Support Services				
Students				
Attendance				
Supervisor/director	38,940	38,940	38,690	(250)
Clerical personnel	63,108	63,108	63,108	-
Social security taxes	6,327	6,327	5,939	(388)
State retirement	7,307	7,307	7,281	(26)
Medical insurance	15,535	15,535	13,004	(2,531)
Medicare taxes	1,480	1,480	1,389	(91)
Other fringe benefits	-	36	36	-

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
GENERAL PURPOSE SCHOOL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended June 30, 2020

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Over (Under)</u>
Travel	2,500	2,464	902	(1,562)
Other supplies and materials	750	750	423	(327)
In service/ staff development	500	500	-	(500)
Total attendance	<u>136,447</u>	<u>136,447</u>	<u>130,772</u>	<u>(5,675)</u>
Health Services				
Medical personnel	82,609	82,509	77,609	(4,900)
Other salaries and wages	14,500	14,494	13,994	(500)
Social security taxes	6,020	5,680	5,059	(621)
State retirement	5,920	5,370	4,090	(1,280)
Medical insurance	14,984	13,670	13,326	(344)
Medicare taxes	1,409	1,329	1,183	(146)
Communications	2,350	2,415	2,116	(299)
Postal charges	50	165	165	-
Travel	4,000	2,707	2,207	(500)
Other contracted services	9,500	8,879	8,879	-
Drugs and medical supplies	3,500	4,800	4,787	(13)
Other supplies and materials	20,167	22,341	21,537	(804)
In-service/staff development	900	200	-	(200)
Health Equipment	-	1,350	1,313	(37)
Total health services	<u>165,909</u>	<u>165,909</u>	<u>156,265</u>	<u>(9,644)</u>
Other Student Support				
Career ladder program	500	500	500	-
Guidance personnel	145,550	145,552	145,552	-
Social workers	37,900	37,901	37,900	(1)
Clerical personnel	15,656	15,656	11,799	(3,857)
Other Salaries and Wages	40,963	41,013	41,010	(3)
Social security taxes	14,915	14,915	12,195	(2,720)
State retirement	23,908	23,908	23,913	5
Medical insurance	34,386	34,386	33,170	(1,216)
Medicare taxes	3,489	3,489	3,023	(466)
Other fringe benefits	-	36	36	-
Communication	400	400	383	(17)
Contracts with government agencies	40,000	60,841	30,088	(30,753)
Evaluation and testing	39,500	39,500	36,390	(3,110)
Travel	3,500	3,500	1,100	(2,400)
Other supplies and materials	500	570	568	(2)
In-service/staff development	500	500	-	(500)
Other charges	6,200	6,200	6,213	13

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
GENERAL PURPOSE SCHOOL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended June 30, 2020

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Over</u> <u>(Under)</u>
Other equipment	15,000	1,613	1,613	-
Total other student support	<u>422,867</u>	<u>430,480</u>	<u>385,453</u>	<u>(45,027)</u>
Total students	<u>725,223</u>	<u>732,836</u>	<u>672,490</u>	<u>(60,346)</u>
Instructional Staff				
Regular Instruction Program				
Supervisor/director	80,303	80,303	80,053	(250)
Career ladder program	3,500	4,500	4,500	-
Librarians	154,574	154,574	154,573	(1)
Instructional computer personnel	40,963	41,013	41,010	(3)
Other salaries and wages	93,263	93,263	93,263	-
Social security taxes	23,101	23,101	21,907	(1,194)
State retirement	39,608	39,608	39,692	84
Medical insurance	35,272	35,272	28,081	(7,191)
Medicare taxes	5,403	5,403	5,123	(280)
Other fringe benefits	-	72	71	(1)
Communications	7,000	7,000	5,814	(1,186)
Travel	32,500	32,500	6,613	(25,887)
Library books/media	17,434	17,434	16,679	(755)
Other supplies and materials	-	4,924	4,924	-
In-service/staff development	49,000	47,878	17,045	(30,833)
Other charges	<u>7,600</u>	<u>7,600</u>	<u>5,277</u>	<u>(2,323)</u>
Total regular instruction program	<u>589,521</u>	<u>594,445</u>	<u>524,625</u>	<u>(69,820)</u>
Special Education Program				
Supervisor/director	23,961	23,961	23,678	(283)
Social security taxes	1,486	1,486	1,369	(117)
State retirement	2,547	2,547	2,517	(30)
Medical insurance	-	1,600	1,515	(85)
Medicare taxes	347	347	320	(27)
Other fringe benefits	108	108	107	(1)
Travel	1	1	-	(1)
Other contracted services	60,000	61,800	61,778	(22)
In-service/staff development	<u>1</u>	<u>1</u>	<u>-</u>	<u>(1)</u>
Total special education program	<u>88,451</u>	<u>91,851</u>	<u>91,284</u>	<u>(567)</u>
Vocational Education Program				
Supervisor/director	35,604	35,604	32,151	(3,453)
Medicare taxes	516	516	466	(50)
Travel	<u>3,000</u>	<u>3,000</u>	<u>1,331</u>	<u>(1,669)</u>
Total vocational education program	<u>39,120</u>	<u>39,120</u>	<u>33,948</u>	<u>(5,172)</u>

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
GENERAL PURPOSE SCHOOL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended June 30, 2020

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Over (Under)</u>
Instructional Technology Program				
Supervisor/director	59,975	59,975	59,875	(100)
Other salaries and wages	34,051	34,051	30,816	(3,235)
Social security taxes	5,830	5,830	5,219	(611)
State retirement	4,720	4,720	4,426	(294)
Medical insurance	13,193	13,193	12,441	(752)
Medicare taxes	1,363	1,363	1,220	(143)
Maintenance and repair services	30,000	30,000	13,058	(16,942)
Internet Connectivity	40,000	40,000	32,328	(7,672)
In-Service/Staff Development	6,000	6,000	184	(5,816)
Other charges	4,134	7,100	7,024	(76)
Travel	5,000	5,000	2,214	(2,786)
Cabling	10,000	10,000	1,125	(8,875)
Software	47,000	47,000	42,491	(4,509)
Other equipment	50,000	42,900	40,194	(2,706)
Total instructional technology program	<u>311,266</u>	<u>307,132</u>	<u>252,615</u>	<u>(54,517)</u>
Total Instructional staff	<u>1,028,358</u>	<u>1,032,548</u>	<u>902,472</u>	<u>(130,076)</u>
General Administration				
Board of Education				
Other fringe Benefits	500	500	-	(500)
Audit services	22,649	22,649	19,624	(3,025)
Dues and memberships	7,500	3,500	2,111	(1,389)
Legal services	7,500	7,500	5,247	(2,253)
Travel	7,000	7,900	7,832	(68)
Other contracted services	5,000	5,000	4,500	(500)
Other supplies and materials	5,000	5,000	2,744	(2,256)
Liability insurance	11,000	11,725	11,726	1
Corporate surety bonds	820	820	819	(1)
Trustee commissions	65,000	69,000	63,706	(5,294)
Workers' compensation insurance	30,532	30,532	11,876	(18,656)
In-service/staff development	6,500	6,500	6,275	(225)
Refund to applicant for criminal investigation	5,000	2,975	703	(2,272)
Other charges	6,000	6,400	6,236	(164)
Total board of education	<u>180,001</u>	<u>180,001</u>	<u>143,399</u>	<u>(36,602)</u>
Office of Superintendent				
Administrative officer	108,937	108,937	106,836	(2,101)
Career ladder program	1,000	-	-	-
Career ladder extended contracts	-	1,000	1,000	-
Other salaries and wages	7,200	7,200	7,200	-

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
GENERAL PURPOSE SCHOOL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended June 30, 2020

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Over (Under)</u>
Social security taxes	7,262	7,262	6,490	(772)
State retirement	12,452	12,452	12,228	(224)
Medical insurance	11,000	11,000	11,000	-
Medicare taxes	1,698	1,698	1,518	(180)
Other fringe benefits	-	24	24	-
Communication	3,100	3,100	2,944	(156)
Dues and memberships	5,500	5,500	4,125	(1,375)
Travel	6,000	4,174	2,532	(1,642)
Office supplies	2,000	2,000	769	(1,231)
In-service/staff development	900	900	120	(780)
Administrative Equipment	-	1,802	1,802	-
Total office of superintendent	<u>167,049</u>	<u>167,049</u>	<u>158,588</u>	<u>(8,461)</u>
Total general administration	<u>347,050</u>	<u>347,050</u>	<u>301,987</u>	<u>(45,063)</u>
School Administration				
Office of Principal				
Principal(s)	237,535	237,535	237,535	-
Career ladder program	2,000	2,000	2,000	-
Assistant principal(s)	197,830	197,830	197,743	(87)
Accountants/Bookkeepers	83,514	83,515	83,515	-
Social security taxes	32,294	32,233	29,792	(2,441)
State retirement	50,684	50,684	50,675	(9)
Medical insurance	46,292	46,292	44,410	(1,882)
Other Fringe Benefits	7,554	7,554	6,968	(586)
Medicare taxes	-	60	60	-
Communications	14,000	14,000	13,328	(672)
Dues and memberships	1,500	1,500	1,589	89
Operating lease payments	6,000	6,000	3,571	(2,429)
Postal charges	2,150	2,150	2,110	(40)
Travel	7,000	7,000	3,529	(3,471)
Other contracted services	3,000	3,000	2,828	(172)
Data processing supplies	800	800	-	(800)
Office supplies	7,500	7,500	6,083	(1,417)
In-service/staff development	6,000	6,000	1,025	(4,975)
Other charges	18,400	18,400	12,302	(6,098)
Total office of principal	<u>724,053</u>	<u>724,053</u>	<u>699,063</u>	<u>(24,990)</u>
Business Administration				
Fiscal Services				
Supervisor/director	33,043	33,044	33,043	(1)
Accountants/bookkeepers	2,944	2,944	2,944	-
Clerical Personnel	6,627	6,628	6,627	(1)

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
GENERAL PURPOSE SCHOOL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended June 30, 2020

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Over</u> <u>(Under)</u>
Social security taxes	2,642	2,642	2,274	(368)
State retirement	3,993	3,993	3,993	-
Medical insurance	6,788	6,788	6,789	1
Medicare taxes	618	618	532	(86)
Other fringe benefits	-	17	16	(1)
Advertising	2,500	3,300	3,233	(67)
Data processing	700	700	441	(259)
Dues and memberships	200	200	129	(71)
Operating lease payments	850	850	784	(66)
Postal charges	2,000	2,000	1,637	(363)
Travel	750	750	655	(95)
Data processing supplies	500	500	-	(500)
Office supplies	3,500	2,681	2,136	(545)
In-service/staff development	500	500	175	(325)
Other charges	4,500	4,500	2,560	(1,940)
Total fiscal services	<u>72,655</u>	<u>72,655</u>	<u>67,968</u>	<u>(4,687)</u>
Human Services				
Supervisor/director	52,543	52,543	52,543	-
Clerical personnel	23,276	23,276	23,232	(44)
Social security taxes	4,701	4,701	3,929	(772)
State retirement	3,806	3,806	3,804	(2)
Medical insurance	11,663	11,663	11,412	(251)
Employer medicare	1,099	1,099	919	(180)
Other fringe benefits	-	24	24	-
Dues and memberships	150	126	75	(51)
Travel	2,500	2,500	907	(1,593)
In-service/staff development	550	550	175	(375)
Other charges	-	4,134	4,134	-
Total human services	<u>100,288</u>	<u>104,422</u>	<u>101,154</u>	<u>(3,268)</u>
Total business administration	<u>172,943</u>	<u>177,077</u>	<u>169,122</u>	<u>(7,955)</u>
Operation and Maintenance of Plant				
Operation of Plant				
Maintenance and repair	500	500	-	(500)
Disposal Fees	33,000	33,000	18,566	(14,434)
Other contracted services	403,000	403,000	361,657	(41,343)
Electricity	322,000	322,000	261,141	(60,859)
Natural gas	70,000	70,000	71,298	1,298
Water and sewer	82,300	82,300	75,656	(6,644)
Other supplies and materials	2,000	2,000	310	(1,690)
Boiler insurance	2,622	2,622	2,622	-
Building and contents insurance	47,800	47,800	44,767	(3,033)

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
GENERAL PURPOSE SCHOOL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended June 30, 2020

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Over (Under)</u>
Other charges	3,750	3,750	2,173	(1,577)
Total operation of plant	<u>966,972</u>	<u>966,972</u>	<u>838,190</u>	<u>(128,782)</u>
Maintenance of Plant				
Maintenance personnel	84,580	84,580	84,414	(166)
Social security taxes	5,244	5,244	4,810	(434)
State retirement	4,246	4,246	4,238	(8)
Medical insurance	4,550	4,550	4,550	-
Medicare taxes	1,226	1,226	1,125	(101)
Communication	2,100	2,100	2,099	(1)
Laundry Service	1,600	1,600	1,545	(55)
Maintenance and repair - buildings	10,000	6,000	-	(6,000)
Maintenance and repair - equipment	3,000	7,000	6,336	(664)
Maintenance and repair - vehicles	3,000	3,000	508	(2,492)
Travel	1,000	1,000	-	(1,000)
Other contracted services	74,657	74,657	73,783	(874)
Equipment and machinery parts	5,000	5,000	372	(4,628)
Other supplies and materials	46,000	46,000	26,734	(19,266)
Vehicle and equipment insurance	1,500	1,500	1,500	-
In-service/staff development	400	400	270	(130)
Other charges	39,788	39,788	38,510	(1,278)
Administration equipment	-	19,433	19,433	-
Total maintenance of plant	<u>287,891</u>	<u>307,324</u>	<u>270,227</u>	<u>(37,097)</u>
Total operation and maintenance of plant	<u>1,254,863</u>	<u>1,274,296</u>	<u>1,108,417</u>	<u>(165,879)</u>
Student Transportation				
Transportation				
Supervisor/director	23,880	24,130	24,121	(9)
Mechanics	15,537	15,538	15,537	(1)
Bus drivers	89,651	89,651	87,161	(2,490)
Clerical personnel	1,944	1,944	1,944	-
Other salaries and wages	60,000	57,120	50,368	(6,752)
Social security taxes	11,844	11,844	8,396	(3,448)
State retirement	8,506	8,506	8,135	(371)
Medical insurance	975	975	975	-
Medicare taxes	2,770	2,770	2,537	(233)
Fringe benefits	4,636	4,636	4,243	(393)
Communication	3,025	3,025	2,741	(284)
Laundry service	338	338	315	(23)
Medical and dental	4,175	4,175	1,507	(2,668)
Postal	50	50	-	(50)

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
GENERAL PURPOSE SCHOOL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended June 30, 2020

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Over (Under)</u>
Travel	1,225	1,225	-	(1,225)
Other contracted services	923	923	455	(468)
Diesel fuel	41,000	41,000	33,155	(7,845)
Garage Supplies	2,875	2,875	556	(2,319)
Lubricants	3,000	3,000	1,649	(1,351)
Tires and tubes	8,500	8,500	3,891	(4,609)
Vehicle parts	26,125	26,125	17,281	(8,844)
Other supplies and materials	875	875	524	(351)
Vehicle and equipment insurance	10,224	13,224	13,223	(1)
In-service/staff development	1,500	1,129	-	(1,129)
Other charges	7,750	7,750	4,800	(2,950)
Administrative Equipment	2,500	2,500	-	(2,500)
Total transportation	<u>333,828</u>	<u>333,828</u>	<u>283,514</u>	<u>(50,314)</u>
Other				
Central and Other				
Operating lease payments	6,500	6,500	5,747	(753)
Other contracted services	30,000	30,000	20,159	(9,841)
Data processing supplies	2,000	2,000	1,305	(695)
Other supplies and materials	2,000	2,000	732	(1,268)
Other charges	1,000	1,000	896	(104)
Other equipment	1,000	1,000	-	(1,000)
Total central and other	<u>42,500</u>	<u>42,500</u>	<u>28,839</u>	<u>(13,661)</u>
Total support services	<u>4,628,818</u>	<u>4,664,188</u>	<u>4,165,904</u>	<u>(498,284)</u>
Community Services				
Supervisor/director	2,023	2,023	-	(2,023)
Social security taxes	126	126	-	(126)
Medicare taxes	31	31	-	(31)
Other supplies and materials	1,000	1,000	1,000	-
Total community services	<u>3,180</u>	<u>3,180</u>	<u>1,000</u>	<u>(2,180)</u>
Early Childhood Education				
Supervisor/director	49,574	48,991	48,990	(1)
Teachers	176,000	171,200	171,200	-
Clerical personnel	13,508	13,255	13,255	-
Educational assistants	56,499	54,427	54,427	-
Other salaries and wages	20,194	20,120	20,120	-
Non-certified substitute teachers	5,000	5,670	5,670	-
Social security taxes	19,888	18,760	18,677	(83)
State retirement	28,801	28,588	28,576	(12)
Medical insurance	14,453	17,076	16,953	(123)

The accompanying notes are an integral part of the financial statements.

**TRENTON SPECIAL SCHOOL DISTRICT
GENERAL PURPOSE SCHOOL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended June 30, 2020

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Over (Under)</u>
Medicare taxes	4,651	4,449	4,383	(66)
Other fringe benefits	1,593	1,593	1,591	(2)
Maintenance and repair - equipment	1,650	1,650	1,540	(110)
Travel	2,500	1,235	1,235	-
Other Contracted Services	1	7,298	7,892	594
Instructional supplies	13,646	13,647	13,450	(197)
Total Early Childhood Education	<u>407,958</u>	<u>407,959</u>	<u>407,959</u>	<u>-</u>
Total operation of non-instructional services	<u>411,138</u>	<u>411,139</u>	<u>408,959</u>	<u>(2,180)</u>
Education Capital Outlay				
Regular capital outlay				
Contracted services	754,618	754,618	754,618	-
Building Construction	-	1,287,405	-	(1,287,405)
Building improvements	422,044	816,610	798,425	(18,185)
Total regular capital outlay	<u>1,176,662</u>	<u>2,858,633</u>	<u>1,553,043</u>	<u>(1,305,590)</u>
Education Debt Service				
Principal on bonds	440,000	19,887,259	19,887,259	-
Principal on other loans	67,038	67,038	67,038	-
Interest on bonds	988,469	988,469	988,469	-
Cost of bond issuance	-	243,000	243,000	-
Total education debt service	<u>1,495,507</u>	<u>21,185,766</u>	<u>21,185,766</u>	<u>-</u>
Total expenditures	<u>13,933,476</u>	<u>35,380,858</u>	<u>33,088,598</u>	<u>(2,292,260)</u>
Revenues over (under) expenditures	<u>(1,345,860)</u>	<u>(22,719,090)</u>	<u>(20,124,565)</u>	<u>2,594,525</u>
Other financing sources (uses)				
Proceeds from issuance of bonds	-	20,977,664	20,977,664	-
Insurance recovery	-	109,416	109,416	-
Total other financing sources (uses)	<u>-</u>	<u>21,087,080</u>	<u>21,087,080</u>	<u>-</u>
Net change in fund balance	<u>\$ (1,345,860)</u>	<u>\$ (1,632,010)</u>	<u>962,515</u>	<u>\$ 2,594,525</u>
Fund balance - beginning			<u>7,395,402</u>	
Fund balance - ending			<u>\$ 8,357,917</u>	

The accompanying notes are an integral part of the financial statements.

TRENTON SPECIAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Reporting Entity - The Trenton Special School District is a public municipal corporation governed by a five- member board. It operates three schools: Trenton Elementary School, Trenton Rosenwald Middle School, and Trenton Peabody High School. The District's general purpose financial statements include the accounts of all District operations. The criteria for including organizations as component units within the District's reporting entity, as set forth in Section 2100 of GASB's *Codification of Governmental Accounting and Financial Reporting Standards*, include whether:

- the organization is legally separate (can sue and be sued in their own name)
- the District holds the corporate powers of the organization
- the District appoints a voting majority of the organization's board
- the District is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the District
- there is fiscal dependency by the organization on the District

Based on the aforementioned criteria, the Trenton Special School District has no component units.

The financial statements of the Trenton Special School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the District are described below.

B. District-wide and Fund Financial Statements

The district-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of the interfund activity has been removed from these statements. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are the only activities of the District. The District does not maintain any business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of the given function, or segment, are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

C. Measurement Focus, Basis of Accounting, and Financial Statements Presentation

The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the

TRENTON SPECIAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, and claims and judgments, are recorded only when payment is due.

Property taxes, sales taxes, grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports the following major governmental fund:

The General Purpose School Fund is the District's primary operating fund. It accounts for all financial resources of the District, except those required to be accounted for in another fund.

Amounts reported as program revenues include: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes. As a general rule the effect of interfund activity has been eliminated from the district-wide financial statements.

When both restricted and unrestricted resources are available for use, it is the District's policy to use the restricted resources first, then unrestricted resources as they are needed.

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Fund Balance

Deposits and Investments

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and certificates of deposit with a term of less than three months. State statutes authorize the District to invest in certificates of deposit, obligations of the U.S. Treasury, agencies and instrumentalities, obligations guaranteed by the U.S. government or its agencies, repurchase agreements and the state's investment pool.

Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.

A portion of the property taxes collected each year by Gibson County is specifically earmarked for the Trenton Special School District. The County collects the property taxes and sends the District its portion once a month. Property taxes attach as an enforceable lien on property as of January 1.

TRENTON SPECIAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

Taxes are levied and mailed on October 1. The payment due dates are October 1 through February 28 and become delinquent on March 1. The property taxes are collected by the Trustee of Gibson County and remitted to the District. District property tax revenues are recognized in the period for which they were levied.

Non-current portions of long-term receivables due to governmental funds are reported on their balance sheets, in spite of their spending measurement focus. Special reporting treatments are used to indicate, however, that they should not be considered “available spendable resources”, since they do not represent net current assets. Recognition of governmental fund type revenues represented by non-current receivables is deferred in the governmental fund statements until they become current receivables.

Inventory

Inventory for the Gibson County School Bus Garage consists of repair parts and oil and is reported using the purchases method. An annual physical inventory count is performed at the end of each fiscal year and used to adjust inventory to actual. The Cafeteria Fund maintains an inventory consisting of food supplies using the purchases method and expenses inventory when purchased throughout the year. At year-end, the actual cost of the items in inventory is used to capitalize the inventory, with a corresponding entry to nonspendable fund balance in the Cafeteria Fund. For the government-wide statements, inventory is reported using the consumption approach.

Capital Assets

Capital assets, including property, plant, and equipment, are reported in the district-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$15,000 for equipment, vehicles, building improvements and buildings and an estimated useful life in excess of three years. The remaining capital outlay expenditures will be expensed. All land, construction in progress, and works of art will be included. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal repairs and maintenance that do not add to the value of the asset or materially extend assets’ lives are not capitalized.

Capital assets of the District are depreciated using the straight line method over their estimated useful lives, summarized as follows:

Infrastructure, buildings and improvements	20 - 40 years
Machinery and equipment	7 - 15 years
Furniture and fixtures	5 years
Vehicles	5 - 10 years

Compensated Absences

Certified employees of the Trenton Special School District are entitled to one day of sick leave for each month employed and two personal days a year. Sick leave days are accumulated from year to year, with no maximum total. Personal days are not accumulated, but the remaining amount at the end of each year is added to the sick leave accumulation. An accrual is not required since all sick and personal days that are not used are added to the length of service for each employee at retirement. Therefore, there are no monetary values associated with accumulated sick leave or personal leave.

**TRENTON SPECIAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS**

June 30, 2020

Non-certified employees are entitled to one-half of one day of sick leave for each month employed. Sick leave days are accumulated from year to year, with no maximum total. Upon retirement non-certified employees' unused sick leave is added to length of service for each employee. Non-certified employees receive \$20 per unused sick day upon discontinued employment. A reserve for unused sick days has been apportioned for this purpose. Noncertified employees receive two personal days per year.

Long-term Obligations

In the district-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities. Bond premiums and discounts, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the year incurred.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The items that qualify for reporting in this category as of June 30, 2020 are pension related deferred outflows, OPEB deferred outflows, and deferred charge on refunding as identified on page 12.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The items that qualify for reporting in this category as of June 30, 2020 are unavailable revenue as identified on pages 12 and 15 and pension related deferred inflows as listed on page 12.

Pensions and OPEB

For purposes of measuring the net pension liability, net OPEB liability, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, and pension and OPEB expense, information about the fiduciary net position of the pension plans, and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as the plans. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the plans. Investments are reported at fair value.

Net position flow assumption

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide, a flow

TRENTON SPECIAL SCHOOL DISTRICT
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assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

Fund Equity

As prescribed by GASB Statement No. 54, governmental funds report fund balance in classifications based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. Fund balance for governmental funds can consist of the following:

Nonspendable fund balance

This classification includes amounts that are (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example: inventories, prepaid amounts, and long-term notes receivable.

Restricted fund balance

This classification includes amounts that are restricted for specific purposes stipulated by external resource providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted with the consent of resource providers.

Committed fund balance

This classification includes amounts that can only be used for the specific purposes determined by a formal action of the District's highest level of decision-making authority, the Board of Education of the Trenton Special School District. Commitments may be changed or lifted only by the District taking the same formal action that imposed the constraint originally (for example: resolution).

Assigned fund balance

This classification includes amounts intended to be used by the District for specific purposes that are neither restricted nor committed. The Board and its designees (the Director of Schools) have the authority to assign amounts to be used for specific purposes. Assigned amounts also include all residual amounts in governmental funds (except negative amounts) that are not classified as nonspendable, restricted, or committed.

Unassigned fund balance

This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

Fund balance flow assumptions

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

TRENTON SPECIAL SCHOOL DISTRICT
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NOTE 2 - RECONCILIATION OF DISTRICT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of Certain Differences between the Governmental Fund Balance Sheet and the District-wide Statement of Net Position

The governmental fund balance sheet includes reconciliation between fund balance - total governmental funds and net position - governmental activities as reported in the district-wide statement of net position. One element of that reconciliation explains that “long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.” The details of this (\$22,363,586) difference are as follows:

Limited Tax School Bonds, Series 2020	\$	(19,995,000)
Bond Premium		(1,231,596)
Deferred charge on refunding		229,190
OPEB		(1,366,180)
		(22,363,586)
	\$	(22,363,586)

Another element of that reconciliation explains that “capital assets (net of accumulated depreciation) used in governmental activities are not financial resources and, therefore, are not reported in the funds.” The details of this \$30,476,352 are as follows:

Land	\$	266,057
Construction in progress		79,504
Buildings and improvements		29,552,225
Other capital assets		578,566
Total capital assets, net of accumulated depreciation		30,476,352
	\$	30,476,352

B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the District-wide Statement of Activities

The reconciliation of the statement of revenues, expenditures, and changes in fund balances of governmental funds to the statement of activities includes a reconciliation between net changes in fund balances - total governmental funds and changes in net position of governmental activities as reported in the district-wide statement of activities. One element of that reconciliation states that, “the repayment of the principal of long-term debt consumes the current financial resources of governmental funds; however, these repayments have no effect on net position.” The details of this \$19,850,763 are as follows:

Principal repayments:		
School Bonds, Series 2012	\$	1,065,000
School Bonds, Series 2010A		4,375,000
School Bonds, Series 2010B		11,100,000
School Energy Lease, Series 2018		3,310,763
		19,850,763
	\$	19,850,763

TRENTON SPECIAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
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NOTE 3 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The Superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education.
2. Formal budgetary integration is employed as a management control device during the year for the general and special revenue funds.
3. Budgets are adopted on a basis consistent with generally accepted accounting principles.
4. The District's policy is to not allow expenditures to exceed budgetary amounts at the total function level.

NOTE 4 - DETAILED NOTES ON ACCOUNTS

A. Deposits and Investments

At June 30, 2020, the District's deposits with local banks were covered by federal depository insurance or collateralized by securities held by the District's agent in the District's name. The District has also invested \$4,460,752 in the Tennessee Local Government Investment Pool (TLGIP). The TLGIP is collateralized by the State of Tennessee. Therefore, all funds deposited in the TLGIP are secured.

Custodial Credit Risk - The District's policies limit deposits and investments to those instruments allowed by applicable state laws as described in Note 1. State statute requires that all deposits with financial institutions must be collateralized by securities whose market value is equal to 105% of the value of uninsured deposits. The deposits must be collateralized by federal depository insurance or the Tennessee Bank Collateral Pool, by collateral held by the Board's agent in the Board's name, or by the Federal Reserve Banks acting as third party agents. State statutes also authorize the District to invest in bonds, notes or treasury bills of the United States or any of its agencies, certificates of deposit at Tennessee state chartered banks and savings and loan associations and federally chartered banks and savings and loan associations, repurchase agreements utilizing obligations of the United States or its agencies as the underlying securities, and the state pooled investment fund. Statutes also require that securities underlying repurchase agreements must have a market value of at least equal to the amount of funds invested in the repurchase transaction. As of June 30, 2020, all deposits met the District's policy.

B. Receivables

Receivables at year end for the District's individual major fund and non-major funds in the aggregate, are shown on the statement of net position and the balance sheet for governmental funds and are summarized as follows. As of June 30, 2020, there were no allowances for uncollectible accounts.

TRENTON SPECIAL SCHOOL DISTRICT
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Receivables	June 30, 2020
Accounts	\$ 210,386
Grant	343,338
Property taxes	2,696,547
Due from other governments	16,165
	\$ 3,266,436

Property tax receivable is unavailable (fund statements and statement of net position) due to the 2020 tax levy not being due and payable until October 2020. Therefore, the funds are not available to the District as of June 30, 2020.

C. Interfund Balances

Interfund balances consist of amounts owed to the General Purpose Fund from the Public Law Fund to be in compliance with the State to prevent negative cash balance, as well as to reimburse General Purpose Fund expenses paid on behalf of Public Law Fund. The Public Law Fund has repaid the General Purpose Fund \$146,657 as of September 30, 2020.

The amounts owed to the General Purpose Fund from the Cafeteria Fund and the Bus Garage Fund were to reimburse the General Purpose Fund for the expenses paid on behalf of the Cafeteria Fund and the Bus Garage Fund. These amounts were repaid as of July 20, 2020.

At June 30, 2020, interfund balances consisted of the following:

Due from:	Due to:	
	General Purpose Fund	Total
Public Law Fund	\$ 146,657	\$ 146,657
Cafeteria Fund	13,049	13,049
Bus Garage Fund	5,000	5,000
	\$ 164,706	\$ 164,706

TRENTON SPECIAL SCHOOL DISTRICT
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D. Capital Assets

Capital asset activity for the year ended June 30, 2020 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 266,057	\$ -	\$ -	\$ 266,057
Construction in progress	-	79,504	-	79,504
Total capital assets, not being depreciated	<u>266,057</u>	<u>79,504</u>	<u>-</u>	<u>345,561</u>
Capital assets being depreciated:				
Infrastructure	26,575	-	-	26,575
Buildings and Improvements	43,976,903	1,130,785	-	45,107,688
Other capital assets	1,570,443	26,915	62,355	1,535,003
Total capital assets being depreciated	<u>45,573,921</u>	<u>1,157,700</u>	<u>62,355</u>	<u>46,669,266</u>
Less accumulated depreciation for:				
Infrastructure	(22,779)	(3,796)	-	(26,575)
Buildings and Improvements	(14,179,546)	(1,375,917)	-	(15,555,463)
Other capital assets	(908,644)	(110,148)	(62,355)	(956,437)
Total accumulated depreciation	<u>(15,110,969)</u>	<u>(1,489,861)</u>	<u>(62,355)</u>	<u>(16,538,475)</u>
Total capital assets being depreciated	<u>30,462,952</u>	<u>(332,161)</u>	<u>-</u>	<u>30,130,791</u>
Governmental activities capital assets, net	<u>\$ 30,729,009</u>	<u>\$ (252,657)</u>	<u>\$ -</u>	<u>\$ 30,476,352</u>

Depreciation expense was charged to functions/programs of the District as follows:

Support services	\$ 58,682
Non-instructional services	1,431,179
	<u>\$ 1,489,861</u>

E. TCRS Stabilization Trust

Legal Provisions. The District is a member of the Tennessee Consolidated Retirement System (TCRS) Stabilization Reserve Trust. The District has placed funds into the irrevocable trust as authorized by statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the trust. Funds of trust members are held and invested in the name of the trust for the benefit of each member. Each member's funds are restricted for the payment of retirement benefits of that member's employees. Trust funds are not subject to the claims of general creditors of the District.

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The trust is authorized to make investments as directed by the TCRS Board of Trustees. The District may not impose any restrictions on investments placed by the trust on their behalf.

Investment Balances. Assets of the TCRS, including the Stabilization Reserve Trust, are invested in the Tennessee Retiree Group Trust (TRGT). The TRGT is not registered with the Securities and Exchange Commission (SEC) as an investment company. The State of Tennessee has not obtained a credit quality rating for the TRGT from a nationally recognized credit ratings agency. The fair value of investment positions in the TRGT is determined daily based on the fair value of the pool's underlying portfolio. Furthermore, TCRS had not obtained or provided any legally binding guarantees to support the value of participant shares during the fiscal year. There are no restrictions on the sale or redemption of shares.

Investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price. Investment income consists of realized and unrealized appreciation (depreciation) in the fair value of investments and interest and dividend income. Interest income is recognized when earned. Securities and securities transactions are recorded in the financial statements on a trade-date basis. The fair value of assets of the TRGT held at June 30, 2020, represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. Assets held are categorized for fair value measurement within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset and give the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

- Level 1 - Unadjusted quoted prices for identical assets or liabilities in active markets that can be accessed at the measurement date.
- Level 2 - Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not active; assets or liabilities that have a bid-ask spread price in an inactive dealer market, brokered market and principal-to-principal market; and Level 1 assets or liabilities that are adjusted.
- Level 3 - Valuations derived from valuation techniques in which significant inputs are unobservable.

Investments where fair value is measured using the Net Asset Value ("NAV") per share have no readily determinable fair value and have been determined to be calculated consistent with FASB principles for investment companies.

Where inputs used in the measurement of fair value fall into different levels of the hierarchy, fair value of the instrument in its entirety is categorized based on the lowest level input that is significant to the valuation. This assessment requires professional judgement and as such management of the TRGT developed a fair value committee that worked in conjunction with the plan's custodian and investment professionals to make these valuations. All assets held were valued individually and aggregated into classes to be represented in the table below.

Short-term securities generally include investments in money market-type securities reported at cost plus accrued interest.

TRENTON SPECIAL SCHOOL DISTRICT
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Equity and equity derivative securities classified in Level 1 are valued using last reported sales prices quoted in active markets that can be accessed at the measurement date. Equity and equity derivative securities classified in Level 2 are securities whose values are derived daily from associated traded securities. Equity securities classified in Level 3 are valued with last trade data having limited trading volume.

U.S. Treasury Bills, Bonds, Notes and Futures classified in Level 1 are valued using last reported sales prices quoted in active markets that can be accessed at the measurement date. Debt and debt derivative securities classified in Level 2 are valued using a bid-ask spread price from multiple independent brokers, dealers, or market principals, which are known to be actively involved in the market. Level 3 debt securities are valued using proprietary information, a single pricing source, or other unobservable inputs related to similar assets or liabilities.

Real estate investments classified in Level 3 are valued using the last valuations provided by external investment advisors or independent external appraisers. Generally, all direct real estate investments are appraised by a qualified independent appraiser(s) with the professional designation of Member of the Appraisal Institute (“MAI”), or its equivalent, every three (3) years beginning from the acquisition date of the property. The appraisals are performed using generally accepted valuation approaches applicable to the property type.

Investments in private mutual funds, traditional private equity funds, strategic lending funds and real estate funds that report using GAAP, the fair value, as well as the unfunded commitments, were determined using the prior quarter’s NAV, as reported by the fund managers, plus the current cash flows. These assets were then categorized by investment strategy. In instances where the fund investment reported using non-GAAP standards, the investment was valued using the same method, but was classified in Level 3.

At June 30, 2020, the District had the following investments held by the trust on its behalf.

<u>Investment</u>	<u>Fair Value</u>
Investments at Fair Value:	
U.S. Equity	\$ 11,895
Developed Market International Equity	5,372
Emerging Market International Equity	1,535
U.S. Fixed Income	7,674
Real Estate	3,837
Short-term Securities	384
NAV- Private Equity and Strategic Lending	<u>7,674</u>
 Total	 <u>\$ 38,371</u>

TRENTON SPECIAL SCHOOL DISTRICT
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Investment by Fair Value Level	Fair Value 6/30/20	Fair Value Measurements Using			Amortized Cost
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	NAV
U.S. Equity Developed Market	\$ 11,895	\$ 11,895	\$ -	\$ -	\$ -
International Equity Emerging Market	5,372	5,372	-	-	-
International Equity	1,535	1,535	-	-	-
U.S. Fixed Income	7,674	-	7,674	-	-
Real Estate	3,837	-	-	3,837	-
Short-term Securities	384	-	384	-	-
Private Equity and Strategic Lending	7,674	-	-	-	7,674
Total	\$ 38,371	\$ 18,802	\$ 8,058	\$ 3,837	\$ 7,674

Risks and Uncertainties. The trust’s investments include various types of investment funds, which in turn invest in any combination of stock, bonds and other investments exposed to various risks, such as interest rate, credit, and market risk. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported for trust investments.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District does not have the ability to limit trust investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District does not have the ability to limit the credit ratings of individual investments made by the trust.

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the District’s investment in a single issuer. District places no limit on the amount the trust may invest in one issuer.

Custodial Credit Risk. Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty to a transaction, the county will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Pursuant to the trust agreement, investments are held in the name of the trust for the benefit of the District to pay retirement benefits of the District’s employees.

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For further information concerning the District's investments with the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be obtained at:

<https://comptroller.tn.gov/content/dam/cot/sa/advanced-search/disclaimer/2020/aq19091.pdf>.

F. General Long-Term Debt

Bonds Payable

The 2012 Limited Tax School Refunding Bonds were issued in the amount of \$1,265,000 with interest rates ranging from 1.00% to 2.00%. Interest payments are due semi-annually on November 1 and May 1, with principal payments due annually on May 1. Final maturity is May 1, 2023. There was no economic gain or loss resulting from the transaction. These bonds were paid in full with the issuance of the Limited Tax School Bonds, Series 2020 in fiscal year 2020.

The 2010A Limited Tax School Bonds were issued in the amount of \$6,670,000 with interest rates ranging from 2.00% to 4.13%. Interest payments are due semi-annually on November 1 and May 1, with principal payments due annually on November 1 for the years 2012 thru 2021 and for the years 2024 thru 2029. Final maturity is May 1, 2029. These bonds were paid in full with the issuance of the Limited Tax School Bonds, Series 2020 in fiscal year 2020.

The 2010B Limited Tax School Bonds were issued in the amount of \$11,100,000 with interest rates ranging from 5.93% to 6.13%. Interest payments are due semi-annually on November 1 and May 1, with principal payments due annually on November 1 for the years 2029 thru 2040. Final maturity is May 1, 2040. This is a Build America Bond. The District is responsible for the full amount of the interest payment; however, if the District completes and sends a form to the Internal Revenue Service timely, the Internal Revenue Service will pay 35% of the District's interest. Therefore, the District is recognizing revenue for the Internal Revenue Service's portion. These bonds were paid in full with the issuance of the Limited Tax School Bonds, Series 2020 in fiscal year 2020.

The Limited Tax School Bonds, Series 2020 were issued in the amount of \$19,995,000 on June 1, 2020. The purpose of the Bonds was to provide funds for 1) the refunding of the 2010A Limited Tax School Bonds, 2010B Limited Tax School Bonds, 2012 Limited Tax School Refunding Bonds, and the 2018 capital lease payment and 2) the District's future capital improvement projects. The Limited Tax School Bonds, Series 2020 bears interest at the rates ranging from 2.125% to 5.00%. Interest payments are due semi-annually on November 1 and May 1, with principal payments due annually on May 1 for the years 2021 thru 2045. Final maturity is May 1, 2045. The refunding resulted in an economic loss of \$229,190, the amount by which the carrying value of the refunded debts exceeded the reacquisition price. This amount is deferred and amortized over the life of the refunding debt and is reported as a deferred outflow of resources in the government-wide statement of net position.

Capital Lease Payable

On September 26, 2018, Trenton Special School District entered into a master lease purchase agreement with Pinnacle Public Finance, Inc., a Delaware corporation (the Lessor), to finance the District's Energy Efficiency Project which includes capital improvements made to the buildings of

TRENTON SPECIAL SCHOOL DISTRICT
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the three schools of the District (the Improvements). The lease is collateralized by the Improvements. The amount of the master lease purchase agreement is \$3,389,493, and payments are due annually, starting on June 1, 2019, at 3.68% interest rate, with the last payment due date of June 1, 2037. The District has the option to purchase the Lessor's interest in all of the improvements covered by the agreement upon giving a written notice to the Lessor at least 60 days before the date of the purchase, plus an amount equaling to a) 101% of the outstanding principal balance plus accrued interest to the prepayment date, if the prepayment date is on or prior to September 26, 2023, or b) 100% of the outstanding principal balance plus accrued interest to the prepayment date if the prepayment date is after September 26, 2023. The lease agreement contains an event of default that allows the Lessor to change the timing of repayment of outstanding amounts to become immediately due if the District is unable to make payment, and/or retake possession of any and all collateralized Improvements. This lease obligation was paid in full with the issuance of the Limited Tax School Bonds, Series 2020 in fiscal year 2020.

A summary of changes in general long-term debts for the year ended June 30, 2020, is as follows:

	Beginning Balance	Additions	Deductions	Ending Balance	Due in One Year
2010A Bonds	\$ 4,375,000	\$ -	\$ 4,375,000	\$ -	\$ -
2010B Bonds	11,100,000	-	11,100,000	-	-
2012 Bonds	1,065,000	-	1,065,000	-	-
Limited Tax School Bonds, Series 2020	-	19,995,000	-	19,995,000	615,000
School Energy Lease, Series 2018	3,310,763	-	3,310,763	-	-
Bond discount	(126,952)	-	(126,952)	-	-
Bond premium	1,297	1,231,596	1,297	1,231,596	49,264
Total obligation debt	\$ 19,725,108	\$ 21,226,596	\$ 19,725,108	\$ 21,226,596	\$ 664,264

A summary of estimated annual debt service requirements for the District is shown below.

June 30,	Principal	Interest	Total
2021	\$ 615,000	\$ 614,092	\$ 1,229,092
2022	620,000	639,169	1,259,169
2023	655,000	608,169	1,263,169
2024	660,000	575,419	1,235,419
2025	700,000	542,419	1,242,419
2026-2030	3,980,000	2,157,095	6,137,095
2031-2035	4,545,000	1,357,676	5,902,676
2036-2040	4,380,000	841,225	5,221,225
2041-2045	3,840,000	309,263	4,149,263
	\$ 19,995,000	\$ 7,644,527	\$ 27,639,527

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G. Designations of Fund Equity

The following funds had nonspendable, restricted, or assigned fund balances as of June 30, 2020:

	General Purpose	Public Law	Cafeteria	Bus Garage	Total
Nonspendable					
Inventory	\$ -	\$ -	\$ 58,550	\$ 63,830	\$ 122,380
Restricted					
Education	227,420	-	-	-	227,420
Instruction	1,604	-	-	-	1,604
Capital projects	1,287,405	-	-	-	1,287,405
Stabilization reserve trust	38,371	-	-	-	38,371
Operation of non- instructional services	-	-	286,307	8,464	294,771
Assigned					
Instruction - textbooks	100,000	-	-	-	100,000
Capital outlay	1,434,757	-	-	-	1,434,757
Fiscal year 2021 budget	1,163,337	-	-	-	1,163,337
Other purposes	426,150	100,000	-	-	526,150
	<u>\$ 4,679,044</u>	<u>\$ 100,000</u>	<u>\$ 344,857</u>	<u>\$ 72,294</u>	<u>\$ 5,196,195</u>

The \$426,150 fund balance assigned for other purposes in the General Purpose Fund were for the purposes of technology, a bus, unemployment, accrued leave, band, insurance, speech, STEM, and others. The \$100,000 fund balance assigned for other purposes in the Public Law Fund was for the purpose of preventing a negative cash balance in this fund.

NOTE 5 – OTHER INFORMATION

A. Insurance Coverage

The System is exposed to various risks related to workers' compensation, general liability, automobile liability, and property. The System felt it was more economically feasible to join public entity risk pools as opposed to purchasing commercial insurance for these areas. The System is a member of the Tennessee Risk Management Trust (TNRMT), which is a public entity risk pool. The System pays an annual premium to this pool for coverage under the above areas. The Pool provides the specified coverage and pays all claims from its member premiums charged or through its reinsurance policies. The System's premiums are calculated based on its claims history. The System continues to carry commercial insurance for all other risks of loss, including public officials' bond. Settled claims from these losses have not exceeded commercial insurance coverage in any of the past three fiscal years.

B. Pensions

I. Teacher Legacy Pension Plan of Tennessee Consolidated Retirement System

Plan description

The Tennessee Consolidated Retirement System (TCRS) was created by state statute under

TRENTON SPECIAL SCHOOL DISTRICT NOTES TO THE FINANCIAL STATEMENTS

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Tennessee Code Annotated Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publically available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

Teachers employed by Trenton Special School District with membership in the TCRS before July 1, 2014 are provided with pensions through the Teacher Legacy Pension Plan, a cost sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan closed to new membership on June 30, 2014, but will continue providing benefits to existing members and retirees.

Beginning July 1, 2014, the Teacher Retirement Plan became effective for teachers employed by Local Education Agencies (LEAs) after June 30, 2014. The Teacher Retirement Plan is a separate cost-sharing, multiple-employer defined benefit plan.

Benefits provided

Tennessee Code Annotated Title 8, Chapters 34-37 establishes the benefit terms and can be amended only by the Tennessee General Assembly. Members of the Teacher Legacy Pension Plan are eligible to retire with an unreduced benefit at age 60 with 5 years of service credit, or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive years average compensation and the member's service credit. A reduced early retirement benefit is available at age 55 if vested. Members are vested with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced 10 percent and include projected service credits. A variety of death benefits are available under various eligibility criteria. Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the 2nd of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at 3 percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

Contributions

Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers contribute 5 percent of salary. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by Trenton Special School District for the year ended June 30, 2020 to the Teacher Legacy Pension Plan were \$505,920 which is 10.63 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

TRENTON SPECIAL SCHOOL DISTRICT
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Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension liability

At June 30, 2020, Trenton Special School District reported an asset of \$1,492,169 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2019, and the total pension liability used to calculate the net pension asset was determined by an actuarial value as of that date. Trenton Special School District's proportion of the net pension liability was based on Trenton Special School District's share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2019 Trenton Special School District's proportion was 0.145127 percent. The proportion measured as of June 30, 2018 was 0.138729 percent.

Pension expense

For the year ended June 30, 2020, Trenton Special School District recognized a pension expense of \$190,224

Deferred outflows of resources and deferred inflows of resources

For the year ended June 30, 2020, Trenton Special School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 72,650	\$ 911,447
Changes in assumptions	201,077	-
Net difference between projected and actual earnings on pension plan investments	-	426,341
Changes in proportion of Net Pension Liability (Asset)	15,398	23,829
Contributions subsequent to the measurement date of June 30, 2019	<u>505,920</u>	<u>-</u>
Total	<u>\$ 795,045</u>	<u>\$ 1,361,617</u>

Trenton Special School District employer contributions of \$505,920, reported as pension related deferred outflows of resources, subsequent to the measurement date, will be recognized as an increase in net pension asset in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

TRENTON SPECIAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
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Year Ended June 30:

2021	\$ (313,374)
2022	(424,307)
2023	(192,255)
2024	(142,556)
2025	-
Thereafter	-

In the table above, positive amounts will increase pension expense, while negative amounts will decrease pension expense.

Actuarial assumptions

The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5 percent
Salary increases	Graded salary ranges from 8.72 to 3.44 percent based on age, including inflation, averaging 4.00 percent
Investment rate of return	7.25 percent, net of pension plan investment expenses, including inflation
Cost-of-Living Adjustment	2.25 percent

Mortality rates were based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2019 actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012 through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016 actuarial experience study. A blend of future capital market projections and historical market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

**TRENTON SPECIAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
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<u>Asset Class</u>	<u>Long Term Expected Real Rate of Return</u>	<u>Target Allocation</u>
U.S. Equity	5.69%	31%
Developed market international equity	5.29%	14%
Emerging market international equity	6.36%	4%
Private equity and strategic lending	5.79%	20%
U.S. fixed income	2.01%	20%
Real estate	4.32%	10%
Short-term securities	0.00%	1%
		<u>100%</u>

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

Discount rate

The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current rate and that contributions from the all LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the proportionate share of net pension liability (asset) to changes in the discount rate

The following presents Trenton Special School District's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.25 percent, as well as what Trenton Special School District's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	<u>1% Decrease (6.25%)</u>	<u>Current Discount Rate (7.25%)</u>	<u>1% Increase (8.25%)</u>
Trenton Special School District's proportionate share of the net pension liability (asset)	\$ 3,051,055	\$ (1,492,169)	\$ (5,106,178)

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in a separately issued TCRS financial report.

Payable to the Pension Plan

At June 30, 2020, Trenton Special School District reported a payable of \$0 for the outstanding amount of contributions to the pension plan required at the year ended June 30, 2020.

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II. Teacher Retirement Plan of Tennessee Consolidated Retirement System

Plan description

The TCRS was created by state statute under Tennessee Code Annotated Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publically available financial report that can be obtained at: <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

Teachers employed by Trenton Special School District with memberships in TCRS before July 1, 2014 are provided with pensions through the Teacher Legacy Pension Plan, a cost sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan closed to new membership on June 30, 2014, but will continue providing benefits to existing members and retirees. Beginning July 1, 2014, the Teacher Retirement Plan became effective for teachers employed by Local Education Agencies (LEAs) after June 30, 2014. The Teacher Retirement Plan is a separate cost-sharing, multiple-employer defined benefit plan.

Teacher Retirement Plan is also known as the Hybrid Retirement Plan for State Employees and Teachers, or the "Hybrid Plan". There are two components to the Hybrid Plan, a defined benefit component and a defined contribution component. Details of each component are described below:

a. Defined Benefit Component of the Hybrid Plan

Benefits provided

Tennessee Code Annotated Title 8, Chapters 34-37 establishes the benefit terms and can be amended only by the Tennessee General Assembly. Members of the Teacher Retirement Plan are eligible to retire with an unreduced benefit at age 65 with 5 years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive years average compensation and the member's years of service credit. A reduced early retirement benefit is available at age 60 and vested or pursuant to the rule of 80. Members are vested with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced 10 percent and include projected service credits. A variety of death benefits are available under various eligibility criteria. Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the 2nd of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at 3 percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Retirement Plan, benefit terms and conditions, including COLAs, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

TRENTON SPECIAL SCHOOL DISTRICT
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Contributions

Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers contribute 5 percent of salary. The LEAs make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing the TCRS, the employer contribution rate cannot be less than 4 percent, except in years when the maximum funded level, as established by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by Trenton Special School District for the year ended June 30, 2020 to the Teacher Retirement Plan were \$22,157 which is 2.03 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension liabilities (assets)

At June 30, 2020, Trenton Special School District reported an asset of \$40,843 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2019, and the total pension asset used to calculate the net pension asset was determined by an actuarial value as of that date. Trenton Special School District's proportion of the net pension asset was based on Trenton Special Schools' share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2019, Trenton Special School District's proportion was 0.072354 percent. The proportion measured as of June 30, 2018 was 0.083023 percent.

Pension Expense

For the year ended June 30, 2020, Trenton Special Schools recognized pension expense of \$13,151.

Deferred outflows of resources and deferred inflows of resources

For the year ended June 30, 2020, Trenton Special School District reported deferred outflows of resources related to pensions from the following sources:

**TRENTON SPECIAL SCHOOL DISTRICT
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	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,694	\$ 7,130
Net difference between projected and actual earnings on pension plan investments	-	1,727
Changes in assumptions	1,419	-
Changes in proportion of Net Pension Liability (Asset)	7,893	3,638
Contributions subsequent to the measurement date of June 30, 2019	22,157	-
Total	\$ 33,163	\$ 12,495

Trenton Special School District's employer contributions of \$22,157 reported as pension related deferred outflows of resources, subsequent to the measurement date, will be recognized as a reduction in net pension liability in the year ended June 30, 2021.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:

2021	\$ (533)
2022	(797)
2023	(312)
2024	(66)
2025	5
Thereafter	213

In the table above, positive amounts will increase pension expense, while negative amounts will decrease pension expense.

Actuarial assumptions

The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5 percent
Salary increases	Graded salary ranges from 8.72 to 3.44 percent based on age, including inflation, averaging 4.00 percent
Investment rate of return	7.25 percent, net of pension plan investment expenses, including inflation
Cost-of-Living Adjustment	2.25 percent

Mortality rates were based on actual experience including an adjustment for some anticipated improvement.

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The actuarial assumptions used in the June 30, 2019 actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012 through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016 actuarial experience study. A blend of future capital market projections and historical market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

Asset Class	Long Term Expected Real Rate of Return	Target Allocation
U.S. Equity	5.69%	31%
Developed market international equity	5.29%	14%
Emerging market international equity	6.36%	4%
Private equity and strategic lending	5.79%	20%
U.S. fixed income	2.01%	20%
Real estate	4.32%	10%
Short-term securities	0.00%	1%
		<hr style="border-top: 1px solid black;"/> 100% <hr style="border-top: 1px solid black;"/>

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

Discount rate

The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current rate and that contributions from the all LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the proportionate share of net pension liability (asset) to changes in the discount rate

The following presents Trenton Special School District's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.25 percent, as well as what Trenton Special School District's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1- percentage-point higher (8.25 percent) than the current rate:

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	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Trenton Special School District's proportionate share of the net pension liability (asset)	\$ 12,941	\$ (40,843)	\$ (80,599)

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in a separately issued TCRS financial report.

Payable to the Pension Plan

At June 30, 2020, Trenton Special School District reported a payable of \$0 for the outstanding amount of contributions to the pension plan required at the year ended June 30, 2020.

b. Defined Contribution Component of the Hybrid Plan

Upon first becoming a public-school teacher in the Hybrid Plan, 2% of the employee's compensation will be deferred automatically into the defined contribution component of the Hybrid Plan unless the employee makes an affirmative election not to contribute. The System will make a contribution to the defined contribution component of the plan on behalf of each member which equals to 5% of the member's compensation, regardless of whether the member makes any employee contribution. The 5% employer contribution rate is established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees immediately vest in the employee and employer contributions to the defined contribution portion of the Hybrid Plan.

During the fiscal year 2020, the System contributed a total of \$54,358 in the defined contribution portion of the Hybrid Plan. There were no forfeitures during the year ended June 30, 2020 and the District reported a payable of \$0 for the outstanding amount of contributions to the pension plan required at June 30, 2020.

III. Political Subdivision Pension Plan

Plan description

Employees of Trenton Special School District are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The TCRS was created by state statute under Tennessee Code Annotated, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publically available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

Benefits provided

Tennessee Code Annotated, Title 8, Chapters 34-37, establishes the benefit terms and can be amended only by the Tennessee General Assembly. The chief legislative body may adopt the benefit terms permitted by statute. Members are eligible to retire with an unreduced benefit at age 60 with 5 years of service credit or after 30 years of service credit regardless of age. Benefits are

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determined by a formula using the member's highest five consecutive year average compensation and the member's service credit. Reduced benefits for early retirement are available at age 55 and vested. Members vest with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced 10 percent and include projected service credits. A variety of death benefits are available under various eligibility criteria.

Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the 2nd of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at 3 percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

Employees covered by benefit terms

At the measurement date of June 30, 2019, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	56
Inactive employees entitled to but not yet receiving benefits	92
Active employees	59
	207
	207

Contributions

Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute 5 percent of salary. Trenton Special School District makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2020, the employer contributions for Trenton Special School District were \$71,850 based on a rate of 5.02 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Trenton Special School District's state shared taxes if required employer contributions are not remitted. The employer's ADC and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

Trenton Special School District's net pension liability (asset) was measured as of June 30, 2019, and the total pension liability used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The total pension liability as of June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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Inflation	2.5 percent
Salary increases	Graded salary ranges from 8.72 to 3.44 percent based on age, including inflation, averaging 4.00 percent
Investment rate of return	7.25 percent, net of pension plan investment expense including inflation
Cost-of-Living Adjustment	2.25 percent

Mortality rates were based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2019 actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012 through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016 actuarial experience study. A blend of future capital market projections and historical market returns was used in a building-block method in which a best- estimate of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5 percent. The best- estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Long Term Expected Real Rate of Return</u>	<u>Target Allocation</u>
U.S. Equity	5.69%	31%
Developed market international equity	5.29%	14%
Emerging market international equity	6.36%	4%
Private equity and strategic lending	5.79%	20%
U.S. fixed income	2.01%	20%
Real estate	4.32%	10%
Short-term securities	0.00%	1%
		<u>100%</u>

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

Discount Rate

The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current rate and that contributions from Trenton Special School District will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term

TRENTON SPECIAL SCHOOL DISTRICT
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expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability (Asset)

	Total Pension Liability (a)	Increase (Decrease) Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balance at 6/30/18	\$ 4,873,658	\$ 5,364,604	\$ (490,946)
Changes for the year:			
Service cost	144,102	-	144,102
Interest	354,351	-	354,351
Differences between expected and actual experience	(3,083)	-	(3,083)
Changes in assumptions	-	-	-
Contributions- employer	-	70,359	(70,359)
Contributions- employees	-	70,078	(70,078)
Net investment income	-	394,784	(394,784)
Benefit payments, including refunds of employee contributions	(260,311)	(260,311)	-
Administrative expense	-	(5,340)	5,340
Net changes	<u>235,059</u>	<u>269,570</u>	<u>(34,511)</u>
Balance at 6/30/19	<u>\$ 5,108,717</u>	<u>\$ 5,634,174</u>	<u>\$ (525,457)</u>

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following presents the net pension liability (asset) of Trenton Special School District calculated using the discount rate of 7.25 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
District's net pension liability (asset)	\$ 100,494	\$ (525,457)	\$ (1,047,036)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension expense

For the year ended June 30, 2020, Trenton Special School District recognized a negative pension expense of \$(18,769).

Deferred outflows of resources and deferred inflows of resources

For the year ended June 30, 2020, Trenton Special School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,641	\$ 214,583
Net difference between projected and actual earnings on pension plan investments	-	66,115
Changes in assumptions	38,252	
Contributions subsequent to the measurement date of June 30, 2019	71,850	-
Total	\$ 111,743	\$ 280,698

The amount shown above for “Contributions subsequent to the measurement date of June 30, 2019,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended June 30:</u>	
2021	\$ (89,542)
2022	(135,796)
2023	(13,392)
2024	(2,078)
2025	-
Thereafter	-

In the table shown above, positive amounts will increase pension expense while negative amounts will decrease pension expense.

Payable to the Pension Plan

At June 30, 2020, Trenton Special School District reported a payable of \$0 for the outstanding amount of contributions to the pension plan required at the year ended June 30, 2020.

C. Postemployment Healthcare Plans

i. Teacher Group OPEB Plan (TGOP)

Plan Description

Effective January 1, 2019, the District terminated the Trenton Special School District’s OPEB Plan and joined the state-administered Teacher Group OPEB Plan (TGOP). Due to the change in the OPEB plan, the beginning total OPEB liability was shown as \$0 in the TGOP’s June 30, 2019 actuarial report. However, for financial reporting purposes, the beginning total OPEB liability is shown as \$716,860 and the OPEB expense related to the changes in plan as \$1,220,358 in the 2020 financial statements.

Employees of the District, who were hired prior to July 1, 2015, are provided with pre-65 retiree health insurance benefits through the closed Teacher Group OPEB Plan (TGOP) administered by

**TRENTON SPECIAL SCHOOL DISTRICT
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the Tennessee Department of Finance and Administration. This plan is considered to be a multiple-employer defined benefit plan that is used to provide postemployment benefits other than pensions (OPEB). However, for accounting purposes, this plan will be treated as a single-employer plan. All eligible pre-65 retired teachers, support staff and disability participants of local education agencies, who choose coverage, participate in the TGOP. This plan is closed to the employees of all participating employers that were hired on or after July 1, 2015.

Benefits provided

The District offers the TGOP to provide health insurance coverage to eligible pre-65 retired teachers, support staff and disabled participants of local education agencies. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with TCA 8-27-301 establishes and amends the benefit terms of the TGOP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members, of the TGOP, receives the same plan benefits as active employees, at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. The District do not directly subsidize and are only subject to the implicit. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees' premiums, based on years of service. Therefore, retirees with 30 or more years of service will receive 45%; 20 but less than 30 years, 35%; and less than 20 years, 20% of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP. The TGOP is funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

Employees covered by benefit terms

At July 1, 2019, the following employees of the District were covered by the benefit terms of the TGOP:

Inactive employees or beneficiaries currently receiving benefits	11
Inactive employees entitled to but not yet receiving benefits	1
Active employees	119
	131
	131

An insurance committee, created in accordance with TCA 8-27-301, establishes the required payments to the TGOP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the District paid \$72,879 to the TGOP for OPEB benefits as they came due.

Total OPEB Liability

Actuarial assumptions

The collective total OPEB liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

**TRENTON SPECIAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020**

Inflation	2.20 percent
Salary increases	Graded salary ranges from 3.44 to 8.72 percent based on age, including inflation, averaging 4.00 percent
Healthcare cost trend rate	6.03% for pre-65 in 2019, decreasing annually over a 10 year period to an ultimate rate of 4.50%. 5.20% for post-65 in 2019, decreasing annually over a 4 year period to an ultimate rate of 4.50%.
Retiree's share of benefit-related costs	Members are required to make monthly contributions in order to maintain their coverage. For the purpose of this Valuation a weighted average has been used with weights derived from the current distribution of members among plans offered.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2019, valuations were the same as those employed in the July 1, 2018 Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2012 - June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the RP-2014 Healthy Participant Mortality Table for Annuitants for non-disabled post-retirement mortality, with mortality improvement projected to all future years using Scale MP-2016. Post-retirement tables are Blue Collar and adjusted with a 2% load for males and a -3% load for females. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10% load.

Discount rate

The discount rate used to measure the total OPEB liability was 3.51 percent. This rate reflects the interest rate derived from yields on 20-year, tax-exempt general obligation municipal bonds, prevailing on the measurement date, with an average rating of AA/Aa as shown on the Bond Buyer 20-Year Municipal GO AA index.

Changes in assumptions

The discount rate was changed from 3.62% as of the beginning of the measurement period to 3.51% as of June 30, 2019. This change in assumption decreased the total OPEB liability.

Changes in benefit terms

Effective January 1, 2019, the District rejoined the TGOP and reported a change in benefit terms of \$1,220,358 during the measurement period of June 30, 2019.

**TRENTON SPECIAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020**

Changes in Collective Total OPEB Liability

TGOP	Total OPEB liability
Balance at June 30, 2018	\$ 716,860
Changes for the year	
Service cost	-
Interest	-
Plan changes	1,220,358
Differences between expected and actual experience	-
Changes of assumptions	-
Benefit payments	-
Net change	1,220,358
Balance at June 30, 2019	\$ 1,937,218
Nonemployer contributing entities proportionate share of the collective total OPEB liability	\$ 571,038
Employer's proportionate share of the collective total OPEB liability	\$ 1,366,180
Employer's proportion of the collective total OPEB liability	70.52%

The District has a special funding situation related to benefits paid by the State of Tennessee for its eligible retired employees participating in the TGOP. The District's proportionate share of the collective total OPEB liability was based on a projection of the employers' long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and non-employer contributing entities, actuarially determined. The proportion changed (29.48%) from the prior measurement date. The District recognized \$571,038 in revenue for subsidies provided by non-employer contributing entities for benefits paid by the TGOP for the District's retirees.

Sensitivity of proportionate share of the collective total OPEB liability to changes in the discount rate

The following presents the proportionate share of the collective total OPEB liability related to the TGOP, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate.

<u>1% Decrease (2.51%)</u>	<u>Current Discount Rate (3.51%)</u>	<u>1% Increase (4.51%)</u>
\$ 1,465,378	\$ 1,366,180	\$ 1,271,848

**TRENTON SPECIAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020**

Sensitivity of proportionate share of the collective total OPEB liability to changes in the healthcare cost trend rate

The following presents the proportionate share of the collective total OPEB liability related to the TGOP, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rate.

1% Decrease (5.03%/4.20% decreasing to 3.50%)	Healthcare Cost Trend Rates (6.03%/5.20% decreasing to 4.5%)	1% Increase (7.03%/6.20% decreasing to 5.50%)
\$ 1,221,654	\$ 1,366,180	\$ 1,536,023

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

OPEB expense

For the fiscal year ended June 30, 2020, the District recognized OPEB expense of \$1,220,358.

Deferred outflows of resources and deferred inflows of resources

For the fiscal year ended June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB benefits in the TGOP from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ -
Net difference between projected and actual earnings on pension plan investments	-	-
Changes in assumptions	-	-
Changes in proportions	-	-
Employer payments subsequent to the measurement date	72,879	-
Total	\$ 72,879	\$ -

The amounts shown above for "Employer payments subsequent to the measurement date" will be included as a reduction to total OPEB liability in the following measurement period.

Amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

**TRENTON SPECIAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020**

<u>Year Ended June 30:</u>		
2021	\$	-
2022		-
2023		-
2024		-
2025		-
Thereafter		-

In the table above, positive amounts will increase OPEB expense while negative amounts will decrease OPEB expense.

ii. The Tennessee Plan

Plan Description

Employees of the District, who were hired prior to July 1, 2015, are provided with post-65 retiree health insurance benefits through the closed Tennessee Plan (TNP) administered by the Tennessee Department of Finance and Administration. This plan is considered to be multiple-employer defined benefit plan that is used to provide postemployment benefits other than pensions (OPEB). However, for accounting purposes, this plan will be treated as a single-employer plan. All eligible post-65 retired teachers and disability participants of local education agencies, who choose coverage, participate in the TNP. The TNP also includes eligible retirees of the state, certain component units of the state, and certain local governmental entities. This plan is closed to the employees of all participating employers that were hired on or after July 1, 2015.

Benefits provided

The state offers the TNP to help fill most of the coverage gaps created by Medicare for eligible post-65 retired teachers and disabled participants of local education agencies. Insurance coverage is the only postemployment benefit provided to retirees. The TN plan does not include pharmacy. In accordance with TCA 8-27-209, benefits of the TNP are established and amended by cooperation of insurance committees created by TCA 8-27-201, 8-27-301 and 8-27-701. Retirees and disabled employees of the state, component units, local education agencies, and certain local governments who have reached the age of 65, are Medicare eligible and also receives a benefit from the Tennessee Consolidated Retirement System may participate in this plan. All plan members receive the same plan benefits at the same premium rates. Participating employers determine their own policy related to subsidizing the retiree premiums. The District do not provide direct subsidy for post-65 retiree insurance coverage. The state, as a governmental nonemployer contributing entity contributes to the premiums of eligible retirees of local education agencies based on years of service. Therefore, retirees with 30 years of service receive \$50 per month; 20 but less than 30 years, \$37.50; and 15 but less than 20 years, \$25. The TNP is funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

Employees covered by benefit terms

At July 1, 2019, the following employees of the District was covered by the benefit terms of the TNP:

TRENTON SPECIAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

Inactive employees or beneficiaries currently receiving benefits	41
Inactive employs entitled to but not yet receiving benefits	15
Active employees	95
	151
	151

In accordance with TCA 8-27-209, the state insurance committees established by TCAs 8-27-201, 8-27-301 and 8-27-701 determine the required payments to the plan by member employers and employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the District did not make any payments to the TNP for OPEB benefits as they came due.

Total OPEB Liability

Actuarial assumptions

The collective total OPEB liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.20 percent
Salary increases	Graded salary ranges from 3.44 to 8.72 percent based on age, including inflation, averaging 4.00 percent
Healthcare cost trend rate	The premium subsidies provided to retirees in the Tennessee Plan are assumed to remain unchanged for the entire projection, therefore trend rates are not applicable.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2017, valuations were the same as those employed in the July 1, 2017 Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2012 - June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the RP-2014 Healthy Participant Mortality Table for Annuitants for non-disabled post-retirement mortality, with mortality improvement projected to all future years using Scale MP-2016. Post-retirement tables are Blue Collar and adjusted with a 2% load for males and a -3% load for females. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10% load.

Discount rate

The discount rate used to measure the total OPEB liability was 3.51 percent. This rate reflects the interest rate derived from yields on 20-year, tax-exempt general obligation municipal bonds, prevailing on the measurement date, with an average rating of AA/Aa as shown on the Bond Buyer 20-Year Municipal GO AA index.

TRENTON SPECIAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

Changes in Collective Total OPEB Liability

	Total OPEB liability
Balance at June 30, 2018	\$ 479,466
Changes for the year	
Service cost	4,209
Interest	17,047
Changes of benefit terms	-
Differences between expected and actual experience	(8,199)
Changes of assumptions	7,983
Benefit payments	(25,728)
Net change	(4,688)
Balance at June 30, 2019	\$ 474,778
Nonemployer contributing entities proportionate share of the collective total OPEB liability	\$ 474,778
Employer's proportionate share of the collective total OPEB liability	\$ -
Employer's proportion of the collective total OPEB liability	0.00%

The District has a special funding situation related to benefits paid by the State of Tennessee for its eligible retired employees participating in the TNP. The District's proportionate share of the collective total OPEB liability was based on a projection of the employer's long-term share of benefits paid through the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The District's proportion of 0% did not change from the prior measurement date. The District recognized \$17,425 in revenue for support provided by nonemployer contributing entities for benefits paid to the TNP for the District's retired employees.

Changes in assumptions

The discount rate was changed from 3.62% as of the beginning of the measurement period to 3.51% as of June 30, 2019. This change in assumption decreased the total OPEB liability.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the fiscal year ended June 30, 2020, the District recognized OPEB expense of \$17,425. At June 30, 2020, the District reported no deferred outflows or inflows of related to OPEB liability related to this plan.

TRENTON SPECIAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

E. Leases

Operating Leases

The District has entered into three lease agreements as a lessee for copiers on two agreements and a postage machine on the third agreement. These lease agreements qualify as operating leases for accounting purposes. The first copier lease is for a forty-eight month period with monthly payments of \$435. The second copier lease is for a sixty month period with monthly payments of \$417. The postage machine lease is for a forty-eight month period with monthly payments of \$65.

The future minimum lease payments as of June 30, 2020, were as follows:

<u>Year Ended June 30,</u>	
2021	<u>\$ 3,608</u>

The lease expenses for the year ended June 30, 2020 was \$11,008.

F. Subsequent Event

With the issuance of the Limited Tax School Bonds, Series 2020, the District secured an additional funding of \$1.29 million for the construction of an indoor athletic facility. During the July 2020 board meeting, the Board voted to proceed with the construction of such facility, with a guaranteed maximum project total of \$2.06 million.

REQUIRED SUPPLEMENTARY INFORMATION

TRENTON SPECIAL SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
TEACHER LEGACY PENSION PLAN OF TCRS
 Last Fiscal Year Ended June 30

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
District's proportion of the net pension liability (asset)	0.137686%	0.137853%	0.136653%	0.142372%	0.138729%	0.145127%
District's proportionate share of the net pension liability (asset)	\$ (22,373)	\$ 56,469	\$ 854,005	\$ (46,581)	\$ (488,177)	\$ (1,492,169)
District's covered payroll	\$ 5,404,168	\$ 5,160,524	\$ 4,932,895	\$ 5,032,794	\$ 4,857,855	\$ 4,866,314
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	-0.41%	1.09%	17.31%	-0.93%	-10.05%	-30.66%
Plan fiduciary net position as a percentage of the total pension liability	100.08%	99.81%	97.14%	100.14%	101.49%	104.28%

GASB 68 requires a 10-year schedule for this data to be presented starting with the implementation of GASB 68. The information in this schedule is not required to be presented retroactively prior to the implementation date. Please refer to previously supplied data from the TCRS GASB website for prior years' data, if needed.

See independent auditor's report.

**TRENTON SPECIAL SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
TEACHER LEGACY PENSION PLAN OF TCRS
Last Fiscal Year Ending June 30**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Contractually required contribution	\$ 479,890	\$ 466,511	\$ 445,934	\$ 454,964	\$ 441,093	\$ 509,018	\$ 505,920
Contributions in relation to the contractually required contribution	<u>479,890</u>	<u>466,511</u>	<u>445,934</u>	<u>454,964</u>	<u>441,093</u>	<u>509,018</u>	<u>505,920</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 5,404,168	\$ 5,160,524	\$ 4,932,895	\$ 5,032,794	\$ 4,857,855	\$ 4,866,314	\$ 4,759,453
Contributions as a percentage covered payroll	8.88%	9.04%	9.04%	9.04%	9.08%	10.46%	10.63%

GASB 68 requires a 10-year schedule for this data to be presented starting with the implementation of GASB 68. The information in this schedule is not required to be presented retroactively prior to the implementation date. Please refer to previously supplied data from the TCRS GASB website for prior years' data, if needed.

Changes of assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3.00 percent to 2.50 percent; decreased the investment rate of return from 7.50 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.50 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4.00 percent; and modified mortality assumptions.

See independent auditor's report.

TRENTON SPECIAL SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
TEACHER RETIREMENT PLAN OF TCRS
Fiscal Year Ended June 30*

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
District's proportion of the net pension asset	0.066070%	0.106690%	0.070478%	0.083023%	0.072354%
District's proportionate share of the net pension asset	\$ (2,714)	\$ (11,107)	\$ (18,595)	\$ (37,653)	\$ (40,843)
District's covered employee payroll	\$ 140,166	\$ 469,447	\$ 462,577	\$ 725,527	\$ 765,632
District's proportionate share of the net pension asset as a percentage of its covered-employee payroll	-1.94%	-2.37%	-4.02%	-5.19%	-5.33%
Plan fiduciary net position as a percentage of the total pension liability	127.46%	121.88%	126.81%	126.97%	123.07%

* The amounts presented were determined as of June 30 of the prior fiscal year.

GASB 68 requires a 10-year schedule for this data to be presented starting with the implementation of GASB 68. The information in this schedule is not required to be presented retroactively prior to the implementation date. Please refer to previously supplied data from the TCRS GASB website for prior years' data, if needed.

See independent auditor's report.

**TRENTON SPECIAL SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
TEACHER RETIREMENT PLAN OF TCRS
Fiscal Year Ending June 30**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Actuarially determined contribution (ADC)	\$ 3,504	\$ 11,751	\$ 18,503	\$ 11,831	\$ 14,854	\$ 22,157
Contributions in relation to the actuarially determined contributions	<u>5,607</u>	<u>18,778</u>	<u>18,503</u>	<u>29,021</u>	<u>14,854</u>	<u>22,157</u>
Contribution deficiency (excess)	<u>\$ (2,103)</u>	<u>\$ (7,027)</u>	<u>\$ -</u>	<u>\$ (17,190)</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 140,166	\$ 469,447	\$ 462,577	\$ 725,527	\$ 765,632	\$ 1,091,472
Contributions as a percentage of covered-employee payroll	4.00%	4.00%	4.00%	4.00%	1.94%	2.03%

GASB 68 requires a 10-year schedule for this data to be presented starting with the implementation of GASB 68. The information in this schedule is not required to be presented retroactively prior to the implementation date. Please refer to previously supplied data from the TCRS GASB website for prior years' data, if needed.

Changes of assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3.00 percent to 2.50 percent; decreased the investment rate of return from 7.50 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.50 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4.00 percent; and modified mortality assumptions.

Note: In FY 2020, Trenton Special School District placed the actuarially determined contribution rate (2.03%) of covered payroll into the pension plan and placed 1.97 percent of covered payroll into the Pension Stabilization Reserve Trust.

See independent auditor's report.

TRENTON SPECIAL SCHOOL DISTRICT
SCHEDULE OF CHANGES IN TRENTON SPECIAL SCHOOL DISTRICT'S
NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
BASED ON PARTICIPATION IN THE PUBLIC EMPLOYEE PENSION PLAN OF TCRS
Last Fiscal Year Ending June 30,

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Total pension liability						
Service cost	\$ 117,392	\$ 121,946	\$ 131,534	\$ 134,593	\$ 135,842	\$ 144,102
Interest	316,153	329,745	341,791	360,355	350,818	354,351
Changes in benefit terms	-	-	-	-	-	-
Difference between actual & expected experience	(70,100)	(93,634)	8,201	(302,826)	(182,282)	(3,083)
Change of assumptions	-	-	-	95,633	-	-
Benefit payments, including refunds of employee contributions	(191,347)	(182,189)	(231,882)	(242,249)	(267,492)	(260,311)
Net change in total pension liability	<u>172,098</u>	<u>175,868</u>	<u>249,644</u>	<u>45,506</u>	<u>36,886</u>	<u>235,059</u>
Total pension liability - beginning	<u>4,193,656</u>	<u>4,365,754</u>	<u>4,541,622</u>	<u>4,791,266</u>	<u>4,836,772</u>	<u>4,873,658</u>
Total pension liability - ending (a)	<u>\$ 4,365,754</u>	<u>\$ 4,541,622</u>	<u>\$ 4,791,266</u>	<u>\$ 4,836,772</u>	<u>\$ 4,873,658</u>	<u>\$ 5,108,717</u>
Plan fiduciary net position						
Contributions - employer	\$ 35,010	\$ 55,553	\$ 57,682	\$ 70,088	\$ 67,179	\$ 70,359
Contributions - employee	66,056	70,144	72,830	70,088	66,913	70,078
Net investment income	657,370	139,984	122,076	523,276	416,488	394,784
Benefit payments, including refunds of employee contributions	(191,347)	(182,189)	(231,882)	(242,249)	(267,492)	(260,311)
Administrative expense	(2,320)	(3,319)	(4,955)	(5,066)	(5,507)	(5,340)
Net change in plan fiduciary net position	<u>564,769</u>	<u>80,173</u>	<u>15,751</u>	<u>416,137</u>	<u>277,581</u>	<u>269,570</u>
Plan fiduciary net position - beginning	<u>4,010,193</u>	<u>4,574,962</u>	<u>4,655,135</u>	<u>4,670,886</u>	<u>5,087,023</u>	<u>5,364,604</u>
Plan fiduciary net position - ending (b)	<u>\$ 4,574,962</u>	<u>\$ 4,655,135</u>	<u>\$ 4,670,886</u>	<u>\$ 5,087,023</u>	<u>\$ 5,364,604</u>	<u>\$ 5,634,174</u>
Net Pension Liability (Asset) - ending (a) - (b)	<u>\$ (209,208)</u>	<u>\$ (113,513)</u>	<u>\$ 120,380</u>	<u>\$ (250,251)</u>	<u>\$ (490,946)</u>	<u>\$ (525,457)</u>
Plan fiduciary net position as a percentage of total pension liability	104.79%	102.50%	97.49%	105.17%	110.07%	110.29%
Covered - employee payroll	\$ 1,321,093	\$ 1,402,860	\$ 1,456,593	\$ 1,401,736	\$ 1,338,227	\$ 1,401,559
Net pension liability (asset) as a percentage of covered-employee payroll	-15.84%	-8.09%	8.26%	-17.85%	-36.69%	-37.49%

GASB 68 requires a 10-year schedule for this data to be presented starting with the implementation of GASB 68. The information in this schedule is not required to be presented retroactively prior to the implementation date. Please refer to previously supplied data from the TCRS GASB website for prior years' data, if needed.

Changes of assumptions. In 2017, amounts reported as changes of assumptions resulted from changes to the inflation rate, investment rate of return, cost-of-living adjustment, salary growth and mortality improvements.

See independent auditor's report.

TRENTON SPECIAL SCHOOL DISTRICT
SCHEDULE OF TRENTON SPECIAL SCHOOL DISTRICT'S CONTRIBUTIONS
BASED ON PARTICIPATION IN THE PUBLIC EMPLOYEE PENSION PLAN OF TCRS
Last Fiscal Year Ending June 30

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Actuarially determined contribution	\$ 35,010	\$ 55,553	\$ 57,682	\$ 55,509	\$ 67,179	\$ 70,359	\$ 71,850
Contributions in relation to the actuarially determined contributions	<u>35,010</u>	<u>55,553</u>	<u>57,682</u>	<u>70,088</u>	<u>67,179</u>	<u>70,359</u>	<u>71,850</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>(14,579)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Covered-employee payroll	\$ 1,321,093	\$ 1,402,860	\$ 1,456,593	\$ 1,401,736	\$ 1,338,227	\$ 1,401,559	\$ 1,431,286
Contributions as a percentage of covered-employee payroll	2.65%	3.96%	3.96%	5.00%	5.02%	5.02%	5.02%

GASB 68 requires a 10-year schedule for this data to be presented starting with the implementation of GASB 68. The information in this schedule is not required to be presented retroactively prior to the implementation date. Please refer to previously supplied data from the TCRS GASB website for prior years' data, if needed.

Notes to Schedule:

Valuation Date : Actuarially determined contribution rates for fiscal year 2020 were calculated based on the June 30, 2018 actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age Normal
Amortization method	Level dollar, closed (not to exceed 20 years)
Remaining amortization period	Varies by year
Asset valuation	10-year smoothed within a 20 percent corridor to market value
Inflation	2.50 percent
Salary increases	Graded salary ranges from 8.72 to 3.44 percent based on age, including inflation, averaging 4.00 percent
Investment rate of return	7.25 percent, net of investment expense, including inflation
Retirement age	Pattern of retirement determined by experience study
Mortality	Customized table based on actual experience including an adjustment for some anticipated improvement
Cost of living adjustments	2.25 percent

Changes of assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3.00 percent to 2.50 percent; decreased the investment rate of return from 7.50 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.50 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4.00 percent; and modified mortality assumptions.

See independent auditor's report.

TRENTON SPECIAL SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF
COLLECTIVE OPEB LIABILITY AND RATIOS
For the Years Ended June 30,

Teacher Group Insurance Plan

Total OPEB Liability	<u>2019</u>	<u>2020</u>
Service cost	\$ 31,907	\$ -
Interest	28,383	-
Plan changes	-	1,220,358
Differences between expected and actual experience	-	-
Changes of assumptions	-	-
Contribution - employer	-	-
Benefits Payments and Refunds	<u>(86,105)</u>	<u>-</u>
Net Change in Total OPEB Liability	(25,815)	1,220,358
Total OPEB Liability - beginning	742,675	716,860
Total OPEB Liability - ending	<u>\$ 716,860</u>	<u>\$ 1,937,218</u>
 Nonemployer contributing entities proportionate share of the collective total OPEB liability	 -	 571,038
 Employer's proportionate share of the collective total OPEB liability	 716,860	 1,366,180
 Covered Employee Payroll	 \$ 5,979,496	 \$ 5,913,086
 Employer's proportionate share of the collective total OPEB liability as a percentage of covered-employee payroll	 11.99%	 32.76%

Notes to Schedule

There are no assets accumulating, in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, related to this OPEB plan.

The amounts reported for each fiscal year were determined as of the prior fiscal year-end.

This schedule is intended to display ten years of information. Additional years will be displayed as they become available.

See independent auditor's report.

TRENTON SPECIAL SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE THE DISTRICT'S PROPORTIONATE SHARE OF
COLLECTIVE OPEB LIABILITY AND RATIOS
For the Years Ended June 30,

The Tennessee Plan

Total OPEB Liability	2018	2019	2020
Service cost	\$ 6,745	\$ 5,488	\$ 4,209
Interest	14,963	16,687	17,047
Changes of benefit terms	-	-	-
Differences between expected and actual experience	-	9,932	(8,199)
Changes of assumptions	(39,407)	(3,458)	7,983
Contribution - employer	-	-	-
Benefits Payments and Refunds	(24,600)	(24,884)	(25,728)
Net Change in Total OPEB Liability	(42,299)	3,765	(4,688)
Total OPEB Liability - beginning	518,000	475,701	479,466
Total OPEB Liability - ending	\$ 475,701	\$ 479,466	\$ 474,778
 Nonemployer contributing entities proportionate share of the collective total OPEB liability	 475,701	 479,466	 474,778
 Employer's proportionate share of the collective total OPEB liability	 -	 -	 -
 Covered Employee Payroll	 \$ 6,511,048	 \$ 5,979,496	 \$ 5,913,086
 Employer's proportionate share of the collective total OPEB liability as a percentage of covered-employee payroll	 0.00%	 0.00%	 0.00%

Notes to Schedule

There are no assets accumulating in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, related to this OPEB plan.

The amounts reported for each fiscal year were determined as of the prior fiscal year-end.

This schedule is intended to display ten years of information. Additional years will be displayed as they become available.

See independent auditor's report.

TRENTON SPECIAL SCHOOL DISTRICT
SCHEDULE OF NOTES TO OPEB REQUIRED SUPPLEMENTARY INFORMATION
For the Fiscal Year Ending June 30, 2020

Valuation date June 30, 2019
Measurement date June 30, 2019

Methods and Assumptions Used to Determine Total OPEB Liability

Actuarial Cost Method	Entry Age Normal
Inflation	2.20%
Discount Rate	3.51%
Salary Increases	Assumed salary increases are the same as used by TCRS: 8.72% at age 20 graded to 3.44% at age 70 (with 4.00% weighted average).
Demographic Assumptions	Unless noted otherwise, demographic assumptions employed in the June 30, 2019 evaluation were the same as those employed in the July 1, 2019 for a Group I employees in the Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These demographic assumptions were developed by TCRS from an Actuarial Experience Study (undertaken on behalf of TCRS) and are considered appropriate for use in this OPEB Actuarial Valuation. These include assumed rates of future salary increases, termination, mortality, disability, and retirement.
Healthcare Cost Trend Rates	Premium subsidies provided by the State and local employers are assumed to remain unchanged for the entire projection.

Other Information:

Notes See the Actuarial Valuation Report as of June 30, 2019
There were no benefit changes during the measurement period.
There have been no method changes since the prior year.

The Teacher Group Insurance Plan

The financial accounting valuation reflects the following assumption changes

- The discount rate decreased from 3.62% to 3.51%.
- The medical and drug trend rate assumptions were updated to reflect more recent experience as of the Measurement Date.
- A change in expected per capita health claims to reflect more recent information as of The Measurement Date.

The Tennessee Plan:

The financial accounting valuation reflects the following assumption changes

- The discount rate decreased from 3.62% to 3.51%.

See independent auditor's report.

SUPPLEMENTARY AND OTHER INFORMATION SECTION

**TRENTON SPECIAL SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS**
June 30, 2020

	<u>Special Revenue</u>			<u>Total</u>
	<u>Public Law Fund</u>	<u>Cafeteria Fund</u>	<u>Bus Garage Fund</u>	
Assets				
Cash	\$ 53,140	\$ 272,212	\$ 16,715	\$ 342,067
Accounts receivable - grant	199,770	32,080	-	231,850
Due from other governments	-	1,120	15,045	16,165
Inventories	-	58,550	63,830	122,380
Total assets	<u>\$ 252,910</u>	<u>\$ 363,962</u>	<u>\$ 95,590</u>	<u>\$ 712,462</u>
Liabilities and Fund Balance				
Liabilities				
Accounts payable	\$ 6,253	\$ 6,056	\$ 18,296	\$ 30,605
Due to other funds	146,657	13,049	5,000	164,706
Total liabilities	152,910	19,105	23,296	195,311
Fund Balance				
Nonspendable				
Inventory	-	58,550	63,830	122,380
Restricted				
Operation of non-instructional services	-	286,307	8,464	294,771
Assigned				
Assigned for other purposes	100,000	-	-	100,000
Total fund balance	100,000	344,857	72,294	517,151
Total liabilities and fund balance	<u>\$ 252,910</u>	<u>\$ 363,962</u>	<u>\$ 95,590</u>	<u>\$ 712,462</u>

See independent auditor's report.

TRENTON SPECIAL SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2020

	<u>Special Revenue</u>			<u>Total</u>
	<u>Public Law Fund</u>	<u>Cafeteria Fund</u>	<u>Bus Garage Fund</u>	
Revenues				
Local revenue	\$ -	\$ -	\$ 361,710	\$ 361,710
Charges for services	-	99,467	-	99,467
Federal and state funds	1,014,973	783,493	-	1,798,466
Commodities	-	70,072	-	70,072
Other Local Revenues	-	23,960	-	23,960
Interest	-	350	-	350
Other income	-	1,200	165	1,365
Total revenues	<u>1,014,973</u>	<u>978,542</u>	<u>361,875</u>	<u>2,355,390</u>
Expenditures				
Current				
Instruction				
Regular instruction	326,382	-	-	326,382
Special education	338,186	-	-	338,186
Vocational education	20,701	-	-	20,701
Support services				
Other student support	8,955	-	-	8,955
Regular instruction	125,076	-	-	125,076
Special education	38,364	-	-	38,364
Vocational education	1,248	-	-	1,248
Transportation	-	-	361,705	361,705
Non-instructional services				
Food service	-	890,988	-	890,988
Community Services	156,061	-	-	156,061
Total expenditures	<u>1,014,973</u>	<u>890,988</u>	<u>361,705</u>	<u>2,267,666</u>
Net change in fund balance	-	87,554	170	87,724
Fund balance - beginning	100,000	269,777	66,657	436,434
Increase (decrease) in reserves	-	(12,474)	5,467	(7,007)
Fund balance - ending	<u>\$ 100,000</u>	<u>\$ 344,857</u>	<u>\$ 72,294</u>	<u>\$ 517,151</u>

See independent auditor's report.

**TRENTON SPECIAL SCHOOL DISTRICT
PUBLIC LAW FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020**

	<u>Budget</u>		<u>Actual</u>	Variance Over
	<u>Original</u>	<u>Final</u>		(Under)
Revenues				
Federal and State funds	\$ 1,102,362	\$ 1,210,187	\$ 1,014,973	\$ (195,214)
Total Revenues	<u>1,102,362</u>	<u>1,210,187</u>	<u>1,014,973</u>	<u>(195,214)</u>
Expenditures				
Current				
Instruction				
Regular instruction	259,466	341,876	326,382	(15,494)
Special education	347,570	383,827	338,186	(45,641)
Vocational education	22,132	25,141	20,701	(4,440)
Support services				
Other student support	51,271	14,264	8,955	(5,309)
Regular instruction	136,639	153,114	125,076	(28,038)
Special education	43,057	51,742	38,364	(13,378)
Vocational education	1,252	1,248	1,248	-
Community Services	240,975	238,975	156,061	(82,914)
Total expenditures	<u>1,102,362</u>	<u>1,210,187</u>	<u>1,014,973</u>	<u>(195,214)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
Fund balance - beginning			<u>100,000</u>	
Fund balance - ending			<u>\$ 100,000</u>	

See independent auditor's report.

**TRENTON SPECIAL SCHOOL DISTRICT
CAFETERIA FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020**

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Over</u> <u>(Under)</u>
Revenues				
Student lunches	\$ 128,641	\$ 128,641	\$ 81,290	\$ (47,351)
Adult lunches	30,000	30,000	17,943	(12,057)
Breakfast sales	748	748	234	(514)
State matching	32,271	32,271	7,457	(24,814)
USDA lunch funds	470,000	470,000	448,930	(21,070)
USDA breakfast funds	210,000	210,000	274,675	64,675
USDA commodity	73,766	73,766	70,072	(3,694)
USDA Other	10,000	10,000	52,431	42,431
Contributions and gifts	-	-	1,200	1,200
Other local revenues	-	-	23,960	23,960
Interest earned	100	100	350	250
Other state grants	30,000	30,000	-	(30,000)
Total revenues	<u>985,526</u>	<u>985,526</u>	<u>978,542</u>	<u>(6,984)</u>
Expenditures				
Supervisor/director	27,626	27,626	27,626	-
Clerical personnel	2,917	2,917	2,913	(4)
Cafeteria personnel	244,129	236,083	235,096	(987)
Other salaries	5,000	13,046	13,046	-
Employee benefits	81,404	81,404	68,633	(12,771)
Communication	200	200	-	(200)
Equipment maintenance	8,000	8,000	2,882	(5,118)
Travel and transportation	3,700	4,541	4,211	(330)
Other contracted services	6,300	13,790	13,790	-
Food services	440,000	440,000	398,076	(41,924)
Commodities	65,000	65,000	68,800	3,800
Uniforms	2,750	2,750	1,304	(1,446)
Utilities	25,500	25,500	14,393	(11,107)
In-service training	8,000	8,000	3,170	(4,830)
Supplies	45,000	45,000	36,336	(8,664)
Other charges	20,000	11,669	377	(11,292)
Capital outlay - equipment	65,000	65,000	335	(64,665)
Total expenditures	<u>1,050,526</u>	<u>1,050,526</u>	<u>890,988</u>	<u>(159,538)</u>
Net change in fund balance	<u>\$ (65,000)</u>	<u>\$ (65,000)</u>	<u>87,554</u>	<u>\$ 152,554</u>
Fund Balance - beginning			269,777	
Increase (Decrease) in Reserve for Inventory			<u>(12,474)</u>	
Fund Balance - ending			<u>\$ 344,857</u>	

See independent auditor's report.

**TRENTON SPECIAL SCHOOL DISTRICT
GIBSON COUNTY SCHOOL BUS GARAGE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended June 30, 2020

	<u>Budget</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Over
				(Under)
Revenues				
Local revenues	\$ 419,987	\$ 419,987	\$ 361,710	\$ (58,277)
Other revenues	-	-	165	165
Total Revenues	<u>419,987</u>	<u>419,987</u>	<u>361,875</u>	<u>(58,112)</u>
Expenditures				
Salaries - mechanics	124,298	124,298	124,298	-
Salaries - other	22,550	22,611	22,611	-
Employee benefits	32,053	31,992	31,316	(676)
Travel	1,000	1,000	-	(1,000)
Communications	4,200	4,200	3,802	(398)
Laundry service	2,700	2,700	2,506	(194)
Medical and dental services	600	600	378	(222)
Other contracted services	3,386	3,386	3,386	-
Postal charges	400	400	-	(400)
Garage supplies	7,000	7,000	4,445	(2,555)
Fuel and lubricants	16,000	16,000	13,190	(2,810)
Other supplies and materials	3,800	3,800	4,034	234
Tires and tubes	44,000	44,000	37,038	(6,962)
Repair parts for vehicles	105,000	105,000	80,672	(24,328)
Insurance on vehicles	3,000	3,000	3,000	-
Other charges	30,000	30,000	31,029	1,029
Capital Outlay - Administrative Equipment	20,000	20,000	-	(20,000)
Total expenditures	<u>419,987</u>	<u>419,987</u>	<u>361,705</u>	<u>(58,282)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	170	<u>\$ 170</u>
Fund balance - beginning			66,657	
Increase (decrease) in reserve for inventory			<u>5,467</u>	
Fund balance - ending			<u>\$ 72,294</u>	

See independent auditor's report.

TRENTON SPECIAL SCHOOL DISTRICT
SCHEDULE OF PRINCIPAL AND INTEREST REQUIREMENTS
GENERAL OBLIGATION DEBT
June 30, 2020

Year Ending June 30,	Limited Tax School Bonds, Series 2020		Total
	Principal	Interest	
2021	\$ 615,000	\$ 614,092	\$ 1,229,092
2022	620,000	639,169	1,259,169
2023	655,000	608,169	1,263,169
2024	660,000	575,419	1,235,419
2025	700,000	542,419	1,242,419
2026	720,000	507,419	1,227,419
2027	760,000	471,419	1,231,419
2028	805,000	433,419	1,238,419
2029	830,000	393,169	1,223,169
2030	865,000	351,669	1,216,669
2031	900,000	308,419	1,208,419
2032	905,000	290,419	1,195,419
2033	910,000	272,319	1,182,319
2034	915,000	252,981	1,167,981
2035	915,000	233,538	1,148,538
2036	920,000	212,950	1,132,950
2037	925,000	191,100	1,116,100
2038	935,000	167,975	1,102,975
2039	800,000	144,600	944,600
2040	800,000	124,600	924,600
2041	800,000	103,600	903,600
2042	800,000	82,600	882,600
2043	750,000	61,600	811,600
2044	745,000	40,975	785,975
2045	745,000	20,488	765,488
	\$ 19,995,000	\$ 7,644,527	\$ 27,639,527

See independent auditor's report.

TRENTON SPECIAL SCHOOL DISTRICT
SCHEDULE OF CHANGES IN LONG-TERM DEBT BY INDIVIDUAL ISSUE
June 30, 2020

Description of Indebtedness	Original amount of issue	Interest rate	Date of issue	Final maturity date	Outstanding 7/1/19	Issued during period	Paid and/or matured during period	Refunded during period	Outstanding 6/30/20
Bonds payable									
Payable through general fund									
Refunded Bonds - Series 2012	\$ 1,265,000	1.00% - 2.00%	October 30, 2012	May 1, 2023	\$ 1,065,000	\$ -	\$ 25,000	\$ 1,040,000	\$ -
2010A School Bonds	6,670,000	2.00% - 4.13%	May 1, 2011	May 1, 2029	4,375,000	-	415,000	3,960,000	-
2010B School Bonds	11,100,000	5.93% - 6.13%	May 1, 2011	May 1, 2040	11,100,000	-	-	11,100,000	-
Limited Tax School Bonds - Series 2020	19,995,000	2.125% - 5.00%	June 1, 2020	May 1, 2045	-	19,995,000	-	-	19,995,000
Total bonds payable through general fund					<u>\$ 16,540,000</u>	<u>\$ 19,995,000</u>	<u>\$ 440,000</u>	<u>\$ 16,100,000</u>	<u>\$ 19,995,000</u>
Capital lease payable									
Payable through general fund									
School Energy Lease, Series 2018	3,389,493	3.68%	September 26, 2018	June 1, 2037	3,310,763	-	67,038	3,243,725	-
Total capital lease payable through general fund					<u>\$ 3,310,763</u>	<u>\$ -</u>	<u>\$ 67,038</u>	<u>\$ 3,243,725</u>	<u>\$ -</u>

See independent auditor's report.

**TRENTON SPECIAL SCHOOL DISTRICT
 SCHEDULE OF PROPERTY TAX RATES AND ASSESSMENTS -
 LAST TEN YEARS
 For the Year Ended June 30, 2020**

TEN YEAR SCHEDULE OF PROPERTY TAX RATES AND ASSESSMENTS

<u>Year Ended June 30,</u>	<u>Assessed Valuation</u>	<u>Tax Rate Per \$100</u>	<u>Levy</u>
2020	\$ 124,062,742	\$ 2.1105	\$ 2,618,344
2019	120,577,493	2.1600	2,604,474
2018	120,256,969	2.1600	2,597,551
2017	118,699,578	2.1600	2,563,911
2016	115,882,381	2.1600	2,503,059
2015	114,499,949	2.0874	2,390,072
2014	111,816,013	2.1300	2,381,681
2013	112,362,220	2.1300	2,393,315
2012	106,265,554	2.1300	2,263,456
2011	104,619,721	2.1300	2,228,400

The following tax was levied on January 1, 2020:

2021	\$ 127,768,164	\$2.1105	\$ 2,696,547
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See independent auditor's report.

TRENTON SPECIAL SCHOOL DISTRICT
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND SCHEDULE OF STATE FINANCIAL ASSISTANCE
For the Year Ended June 30, 2020

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the SEFA) and schedule of state financial assistance (the SSFA) include the federal and state award activity of Trenton Special School District (the District) under programs of the federal and state governments for the year ended June 30, 2020. The information in the SEFA is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because these schedules present only a selected portion of the operations of the District, they are not intended to and do not present the statement of net position, statement of activities, or cash flows of the District.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported on the SEFA and SSFA are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the SEFA and SSFA represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The District has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

See independent auditor's report.

TRENTON SPECIAL SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2020

Grantor Agency/ Pass-through Agency/ Program Name and Number	CFDA Number	Contract Number	Expenditures
U.S. Department of Agriculture			
<i>Tennessee Department of Agriculture</i>			
Child Nutrition Cluster:			
National School Lunch Program - Commodities	10.555*	N/A	\$ 70,072
School Breakfast Program	10.553*	N/A	221,259
National School Lunch Program	10.555*	N/A	416,258
COVID-19 Unanticipated School Closures - Breakfast Program	10.553*	N/A	53,416
COVID-19 Unanticipated School Closures - Lunch Program	10.555*	N/A	<u>85,103</u>
Total Department of Agriculture			<u>846,108</u>
U.S. Department of Education			
<i>Tennessee Department of Education</i>			
Career and Technical Education - Basic Grants to States			
Carl Perkins	84.048	V048A190042	<u>26,601</u>
Title I, Grants to Local Education Agencies			
Title I	84.010	S010A190042	<u>367,378</u>
Special Education Cluster (IDEA)			
Special Education - Grants to States			
IDEA	84.027	H027A190052	379,045
IDEA Discretionary	84.027A	H027A190052	1,351
IDEA Technology Partnership	84.027	H027A180052-18A	<u>4,225</u>
			<u>384,621</u>
Special Education - Preschool Grants			
High Cost Grant	84.173	H027A190052	9,258
Total Special Education Cluster (IDEA)			<u>393,879</u>
Twenty-First Century Community Learning Centers	84.287	S287C180043	<u>158,061</u>
Rural and Low-Income School Program			
Title VI, Rural Education	84.358	S358B190042	<u>25,244</u>
English Language Acquisition Grants			
Title III, Part A	84.365	S365A180042	<u>6,221</u>

See independent auditor's report.

TRENTON SPECIAL SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2020

Grantor Agency/ Pass-through Agency/ Program Name and Number	CFDA Number	Contract Number	Expenditures
Supporting Effective Instruction State Grant Title II, Part A Training	84.367	S367A180040	<u>28,092</u>
Total Department of Education			<u>1,005,476</u>
U.S. Department of Health and Human Services			
<i>Tennessee Department of Health and Human Services</i>			
Child Care and Development Fund Cluster Child Care and Development Block Grant	93.575	G1901TNCCDF	<u>9,497</u>
Total Federal Awards			<u>\$ 1,861,081</u>

NOTE: Nonmonetary assistance is reported in the schedule at the fair value of the commodities received and issued.

* Major federal program.

See independent auditor's report.

TRENTON SPECIAL SCHOOL DISTRICT
SCHEDULE OF STATE FINANCIAL ASSISTANCE
For the Year Ended June 30, 2020

Grantor Agency/ Program Name	Contract Number	Expenditures
Tennessee Department of Education		
Child Nutrition State Match	577100	\$ 7,457
Early Post Secondary Opportunity	unknown	10,000
Early Childhood Grant - Pilot	911400	407,958
CTE Start-up Grant	unknown	18,740
Youth Risk Behavior Survey	unknown	515
Internet Connectivity	unknown	1,993
School Safety	unknown	31,970
Portfolio Review Stipend	unknown	3,150
Coordinated School Health	545300	105,000
Career Ladder	500700	17,987
Family Resource Center	911900	<u>29,612</u>
Total State Financial Assistance		<u>\$ 634,382</u>

See independent auditor's report.



Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

To the Board of Education
Trenton Special School District
Trenton, Tennessee

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of Trenton Special School District as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Trenton Special School District's basic financial statements as listed in the table of contents and have issued our report thereon dated December 18, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Trenton Special School District's internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Trenton Special School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Trenton Special School District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Trenton Special School District's financial statements are free of material misstatement, we performed tests of its compliance with certain

provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that is required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Alexander Thompson Arnold PLLC

Jackson, Tennessee
December 18, 2020



Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance Required by the Uniform Guidance

To the Board of Education
Trenton Special School District
Trenton, Tennessee

Report on Compliance for Each Major Federal Program

We have audited Trenton Special School District compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Trenton Special School District's major federal programs for the year ended June 30, 2020. Trenton Special School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Trenton Special School District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Trenton Special School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Trenton Special School District's compliance.

Opinion on Each Major Federal Program

In our opinion, Trenton Special School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control Over Compliance

Management of Trenton Special School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Trenton Special School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Trenton Special School District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Alexander Thompson Arnold PLLC

Jackson, Tennessee
December 18, 2020

TRENTON SPECIAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2020

SECTION I – Summary of Auditor’s Results

Financial Statements

Type of auditor's report issued	Unmodified	
Internal control over financial reporting:		
Material weakness(es) identified?	_____ yes	_____ <u>X</u> no
Significant deficiency(ies) identified?	_____ yes	_____ <u>X</u> none reported
Noncompliance material to financial statements noted?	_____ yes	_____ <u>X</u> no

Federal Awards

Internal control over major programs:		
Material weakness(es) identified?	_____ yes	_____ <u>X</u> no
Significant deficiencies identified?	_____ yes	_____ <u>X</u> none reported

Type of auditor's report issued on compliance for major programs:	Unmodified
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Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	_____ yes	_____ <u>X</u> no
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Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
10.553	Child Nutrition Cluster:
10.555	School Breakfast Program
	National School Lunch Program

Dollar threshold used to distinguish between Type A and Type B programs:	\$ <u>750,000</u>
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Auditee qualified as low-risk auditee?	_____ <u>X</u> yes	_____ no
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SECTION II – Financial Statement Findings

None reported.

SECTION III – Federal Award Findings and Questioned Costs

None reported.

TRENTON SPECIAL SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2020

FINANCIAL STATEMENTS FINDINGS

None reported.

FEDERAL AWARD FINDINGS AND QUESTION COSTS

None reported.

RESOLUTION NUMBER 2021-01

RESOLUTION TO ESTABLISH AN UPDATED OCCUPATIONAL SAFETY AND HEALTH PROGRAM PLAN, DEVISE RULES AND REGULATIONS, AND TO PROVIDE FOR A SAFETY DIRECTOR AND THE IMPLEMENTATION OF SUCH PROGRAM PLAN

WHEREAS, in compliance with Public Chapter 561 of the General Assembly of the State of Tennessee for the year 1972, the Trenton Special School District hereby updates the Occupational Safety and Health Program Plan for our employees.

WHEREAS, due to various changes in subsequent years, it has become necessary to amend the program plan to comply with more recent state requirements.

NOW, THEREFORE,

SECTION 1. BE IT RESOLVED BY THE Trenton Special School District, that there be and is hereby amended an occupational safety and health program for the employees of Trenton Special School District as follows:

TITLE:

This section shall be known as "The Occupational Safety and Health Program Plan" for the employees of Trenton Special School District.

PURPOSE:

The Trenton Special School District, in electing to update the established Program Plan will maintain an effective and comprehensive Occupational Safety and Health Program Plan for its employees and shall:

- 1) Provide a safe and healthful place and condition of employment that includes:
 - a) Top Management Commitment and Employee Involvement;
 - b) Continually analyze the worksite to identify all hazards and potential hazards;
 - c) Develop and maintain methods for preventing or controlling the existing or potential hazards; and
 - d) Train managers, supervisors, and employees to understand and deal with worksite hazards.
- 2) Acquire, maintain and require the use of safety equipment, personal protective equipment and devices reasonably necessary to protect employees.
- 3) Record, keep, preserve, and make available to the Commissioner of Labor and Workforce Development, or persons within the Department of Labor and Workforce Development to whom such responsibilities have been delegated, adequate records of all occupational accidents and illnesses and personal injuries for proper evaluation and necessary corrective action as required.
- 4) Consult with the Commissioner of Labor and Workforce Development with regard to the adequacy of the form and content of records.
- 5) Consult with the Commissioner of Labor and Workforce Development, as appropriate, regarding safety and health problems which are considered to be unusual or peculiar and are such that they cannot be achieved under a standard promulgated by the State.
- 6) Provide reasonable opportunity for the participation of employees in the effectuation of the objectives of this Program Plan, including the opportunity to make anonymous complaints concerning conditions or practices injurious to employee safety and health.

7) Provide for education and training of personnel for the fair and efficient administration of occupational safety and health standards, and provide for education and notification of all employees of the existence of this Program Plan.

COVERAGE:

The provisions of the Occupational Safety and Health Program Plan for the employees of Trenton Special School District shall apply to all employees of each administrative department, commission, board, division, or other agency whether part-time or full-time, seasonal or permanent.

STANDARDS AUTHORIZED:

The Occupational Safety and Health standards adopted by the Trenton Special School District are the same as, but not limited to, the State of Tennessee Occupational Safety and Health Standards promulgated, or which may be promulgated, in accordance with Section 6 of the Tennessee Occupational Safety and Health Act of 1972 (T.C.A. Title 50, Chapter 3).

VARIANCES FROM STANDARDS AUTHORIZED:

Upon written application to the Commissioner of Labor and Workforce Development of the State of Tennessee, we may request an order granting a temporary variance from any approved standards. Applications for variances shall be in accordance with Rules of Tennessee Department of Labor and Workforce Development Occupational Safety and Health, VARIANCES FROM OCCUPATIONAL SAFETY AND HEALTH STANDARDS, CHAPTER 0800-01-02, as authorized by T.C.A., Title 50. Prior to requesting such temporary variance, we will notify or serve notice to our employees, their designated representatives, or interested parties and present them with an opportunity for a hearing. The posting of notice on the main bulletin board shall be deemed sufficient notice to employees.

ADMINISTRATION:

For the purposes of this resolution, Stephanie Franks is designated as the Safety Director of Occupational Safety and Health to perform duties and to exercise powers assigned to plan, develop, and administer this Program Plan. The Safety Director shall develop a plan of operation for the Program Plan in accordance with Rules of Tennessee Department of Labor and Workforce Development Occupational Safety and Health, SAFETY AND HEALTH PROVISIONS FOR THE PUBLIC SECTOR, CHAPTER 0800-01-05, as authorized by T.C.A., Title 50.

FUNDING THE PROGRAM PLAN:

Sufficient funds for administering and staffing the Program Plan pursuant to this resolution shall be made available as authorized by the Trenton Special School District.

SEVERABILITY:

SECTION 2. BE IT FURTHER RESOLVED that if any section, sub-section, sentence, clause, phrase, or portion of this resolution is for any reason held invalid or unconstitutional by any court of competent jurisdiction, such portion shall be deemed separate, distinct, and independent provision, and such holding shall not affect the validity of the remaining portions hereof.

AMENDMENTS, ETC:

SECTION 3. BE IT FURTHER RESOLVED that this resolution shall take effect from and after the date it shall have been passed, properly signed, certified, and has met all other legal requirements, and as otherwise provided by law, the general welfare of the Trenton Special School District requiring it.

(Executive)

(Date)

(Passed First Reading)

PLAN OF OPERATION FOR THE OCCUPATIONAL SAFETY AND HEALTH
PROGRAM PLAN FOR THE EMPLOYEES OF (City/County/etc) _____

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I. PURPOSE AND COVERAGE

The purpose of this plan is to provide guidelines and procedures for implementing the Occupational Safety and Health Program Plan for the employees of Trenton Special School District.

This plan is applicable to all employees, part-time or full-time, seasonal or permanent.

The Board of Education in electing to update and maintain an effective Occupational Safety and Health Program Plan for its employees,

- a. Provide a safe and healthful place and condition of employment.
- b. Require the use of safety equipment, personal protective equipment, and other devices where reasonably necessary to protect employees.
- c. Make, keep, preserve, and make available to the Commissioner of Labor and Workforce Development, his designated representatives, or persons within the Department of Labor and Workforce Development to whom such responsibilities have been delegated, including the Safety Director of the Division of Occupational Safety and Health, adequate records of all occupational accidents and illnesses and personal injuries for proper evaluation and necessary corrective action as required.
- d. Consult with the Commissioner of Labor and Workforce Development or his designated representative with regard to the adequacy of the form and content of such records.
- e. Consult with the Commissioner of Labor and Workforce Development regarding safety and health problems which are considered to be unusual or peculiar and are such that they cannot be resolved under an occupational safety and health standard promulgated by the State.
- f. Assist the Commissioner of Labor and Workforce Development or his monitoring activities to determine Program Plan effectiveness and compliance with the occupational safety and health standards.
- g. Make a report to the Commissioner of Labor and Workforce Development annually, or as may otherwise be required, including information on occupational accidents, injuries, and illnesses and accomplishments and progress made toward achieving the goals of the Occupational Safety and Health Program Plan.
- h. Provide reasonable opportunity for and encourage the participation of employees in the effectuation of the objectives of this Program Plan, including the opportunity to make anonymous complaints concerning conditions or practices which may be injurious to employees' safety and health.

II. DEFINITIONS

For the purposes of this Program Plan, the following definitions apply:

- a. COMMISSIONER OF LABOR and Workforce Development means the chief executive officer of the Tennessee Department of Labor and Workforce Development. This includes any person appointed, designated, or deputized to perform the duties or to exercise the powers assigned to the Commissioner of Labor and Workforce Development.
- b. EMPLOYER means the Board of Education and includes each administrative department, board, commission, division, or other agency of the Trenton Special School District.
- c. SAFETY DIRECTOR OF OCCUPATIONAL SAFETY AND HEALTH or SAFETY DIRECTOR means the person designated by the establishing resolution, or executive order to perform duties or to exercise powers assigned so as to plan, develop, and administer the Occupational Safety and Health Program Plan for the employees of Trenton Special School District.
- d. INSPECTOR(S) means the individual(s) appointed or designated by the Safety Director of Occupational Safety and Health to conduct inspections provided for herein. If no such compliance inspector(s) is appointed, inspections shall be conducted by the Safety Director of Occupational Safety and Health.
- e. APPOINTING AUTHORITY means any official or group of officials of the employer having legally designated powers of appointment, employment, or removal there from for a specific department, board, commission,

- division, or other agency of this employer.
- f. EMPLOYEE means any person performing services for this employer and listed on the payroll of this employer, either as part-time, full-time, seasonal, or permanent. It also includes any persons normally classified as "volunteers" provided such persons received remuneration of any kind for their services. This definition shall not include independent contractors, their agents, servants, and employees.
 - g. PERSON means one or more individuals, partnerships, associations, corporations, business trusts, or legal representatives of any organized group of persons.
 - h. STANDARD means an occupational safety and health standard promulgated by the Commissioner of Labor and Workforce Development in accordance with Section VI (6) of the Tennessee Occupational Safety and Health Act of 1972 which requires conditions or the adoption or the use of one or more practices, means, methods, operations, or processes or the use of equipment or personal protective equipment necessary or appropriate to provide safe and healthful conditions and places of employment.
 - i. IMMINENT DANGER means any conditions or practices in any place of employment which are such that a hazard exists which could reasonably be expected to cause death or serious physical harm immediately or before the imminence of such hazard can be eliminated through normal compliance enforcement procedures.
 - j. ESTABLISHMENT or WORKSITE means a single physical location under the control of this employer where business is conducted, services are rendered, or industrial type operations are performed.
 - k. SERIOUS INJURY or HARM means that type of harm that would cause permanent or prolonged impairment of the body in that:
 1. A part of the body would be permanently removed (e.g., amputation of an arm, leg, finger(s); loss of an eye) or rendered functionally useless or substantially reduced in efficiency on or off the job (e.g., leg shattered so severely that mobility would be permanently reduced), or
 2. A part of an internal body system would be inhibited in its normal performance or function to such a degree as to shorten life or cause reduction in physical or mental efficiency (e.g., lung impairment causing shortness of breath).

On the other hand, simple fractures, cuts, bruises, concussions, or similar injuries would not fit either of these categories and would not constitute serious physical harm.

- l. ACT or TOSH Act shall mean the Tennessee Occupational Safety and Health Act of 1972.
- m. GOVERNING BODY means the County Quarterly Court, Board of Aldermen, Board of Commissioners, City or Town Council, Board of Governors, etc., whichever may be applicable to the local government, government agency, or utility to which this plan applies.
- n. CHIEF EXECUTIVE OFFICER means the chief administrative official, County Judge, County Chairman, County Mayor, Mayor, City Manager, General Manager, etc., as may be applicable.

III. EMPLOYERS RIGHTS AND DUTIES

Rights and duties of the employer shall include, but are not limited to, the following provisions:

- a. Employer shall furnish to each employee conditions of employment and a place of employment free from recognized hazards that are causing or are likely to cause death or serious injury or harm to employees.
- b. Employer shall comply with occupational safety and health standards and regulations promulgated pursuant to Section VI (6) of the Tennessee Occupational Safety and Health Act of 1972.
- c. Employer shall refrain from an unreasonable restraint on the right of the Commissioner of Labor and Workforce Development to inspect the employers place(s) of business. Employer shall assist the Commissioner of Labor and Workforce Development in the performance of their monitoring duties by supplying or by making available information, personnel, or aids reasonably necessary to the effective conduct of the monitoring activity.
- d. Employer is entitled to participate in the development of standards by submission of comments on proposed

standards, participation in hearing on proposed standards, or by requesting the development of standards on a given issue under Section 6 of the Tennessee Occupational Safety and Health Act of 1972.

- e. Employer is entitled to request an order granting a variance from an occupational safety and health standard.
- f. Employer is entitled to protection of its legally privileged communication.
- g. Employer shall inspect all worksites to insure the provisions of this Program Plan are complied with and carried out.
- h. Employer shall notify and inform any employee who has been or is being exposed in a biologically significant manner to harmful agents or material in excess of the applicable standard and of corrective action being taken.
- i. Employer shall notify all employees of their rights and duties under this Program Plan.

IV. EMPLOYEES RIGHTS AND DUTIES

Rights and duties of employees shall include, but are not limited to, the following provisions:

- a. Each employee shall comply with occupational safety and health act standards and all rules, regulations, and orders issued pursuant to this Program Plan and the Tennessee Occupational Safety and Health Act of 1972 which are applicable to his or her own actions and conduct.
- b. Each employee shall be notified by the placing of a notice upon bulletin boards, or other places of common passage, of any application for a permanent or temporary order granting the employer a variance from any provision of the TOSH Act or any standard or regulation promulgated under the Act.
- c. Each employee shall be given the opportunity to participate in any hearing which concerns an application by the employer for a variance from a standard or regulation promulgated under the Act.
- d. Any employee who may be adversely affected by a standard or variance issued pursuant to the Act or this Program Plan may file a petition with the Commissioner of Labor and Workforce Development or whoever is responsible for the promulgation of the standard or the granting of the variance.
- e. Any employee who has been exposed or is being exposed to toxic materials or harmful physical agents in concentrations or at levels in excess of that provided for by any applicable standard shall be provided by the employer with information on any significant hazards to which they are or have been exposed, relevant symptoms, and proper conditions for safe use or exposure. Employees shall also be informed of corrective action being taken.
- f. Subject to regulations issued pursuant to this Program Plan, any employee or authorized representative of employees shall be given the right to request an inspection and to consult with the Safety Director or Inspector at the time of the physical inspection of the worksite.
- g. Any employee may bring to the attention of the Safety Director any violation or suspected violations of the standards or any other health or safety hazards.
- h. No employee shall be discharged or discriminated against because such employee has filed any complaint or instituted or caused to be instituted any proceeding or inspection under or relating to this Program Plan.
- i. Any employee who believes that he or she has been discriminated against or discharged in violation of subsection (h) of this section may file a complaint alleging such discrimination with the Safety Director. Such employee may also, within thirty (30) days after such violation occurs, file a complaint with the Commissioner of Labor and Workforce Development alleging such discrimination.
- j. Nothing in this or any other provisions of this Program Plan shall be deemed to authorize or require any employee to undergo medical examination, immunization, or treatment for those who object thereto on religious grounds, except where such is necessary for the protection of the health or safety of others or when a medical examination may be reasonably required for performance of a specific job.
- k. Employees shall report any accident, injury, or illness resulting from their job, however minor it may seem to be, to their supervisor or the Safety Director within twenty-four (24) hours after the occurrence.

V. ADMINISTRATION

- a. The Safety Director of Occupational Safety and Health is designated to perform duties or to exercise powers assigned so as to administer this Occupational Safety and Health Program Plan.
 1. The Safety Director may designate person or persons as he deems necessary to carry out his powers, duties, and responsibilities under this Program Plan.
 2. The Safety Director may delegate the power to make inspections, provided procedures employed are as effective as those employed by the Safety Director.
 3. The Safety Director shall employ measures to coordinate, to the extent possible, activities of all departments to promote efficiency and to minimize any inconveniences under this Program Plan.
 4. The Safety Director may request qualified technical personnel from any department or section of government to assist him in making compliance inspections, accident investigations, or as he may otherwise deem necessary and appropriate in order to carry out his duties under this Program Plan.
 5. The Safety Director shall prepare the report to the Commissioner of Labor and Workforce Development required by subsection (g) of Section 1 of this plan.
 6. The Safety Director shall make or cause to be made periodic and follow-up inspections of all facilities and worksites where employees of this employer are employed. He shall make recommendations to correct any hazards or exposures observed. He shall make or cause to be made any inspections required by complaints submitted by employees or inspections requested by employees.
 7. The Safety Director shall assist any officials of the employer in the investigation of occupational accidents or illnesses.
 8. The Safety Director shall maintain or cause to be maintained records required under Section VIII of this plan.
 9. **The Safety Director shall, in the eventuality that there is a fatality, insure that the Commissioner of Labor and Workforce Development receives notification of the occurrence within eight (8) hours. All work-related inpatient hospitalizations, amputations, and loss of an eye must be reported to TOSHA within 24 hours.**
- b. The administrative or operational head of each department, division, board, or other agency of this employer shall be responsible for the implementation of this Occupational Safety and Health Program Plan within their respective areas.
 1. The administrative or operational head shall follow the directions of the Safety Director on all issues involving occupational safety and health of employees as set forth in this plan.
 2. The administrative or operational head shall comply with all abatement orders issued in accordance with the provisions of this plan or request a review of the order with the Safety Director within the abatement period.
 3. The administrative or operational head should make periodic safety surveys of the establishment under his jurisdiction to become aware of hazards or standards violations that may exist and make an attempt to immediately correct such hazards or violations.
 4. The administrative or operational head shall investigate all occupational accidents, injuries, or illnesses reported to him. He shall report such accidents, injuries, or illnesses to the Safety Director along with his findings and/or recommendations in accordance with APPENDIX IV of this plan.

VI. STANDARDS AUTHORIZED

The standards adopted under this Program Plan are the applicable standards developed and promulgated under Section VI (6) of the Tennessee Occupational Safety and Health Act of 1972. Additional standards may be promulgated by the governing body of this employer as that body may deem necessary for the safety and health of employees. Note: 29 CFR 1910 General Industry Regulations; 29 CFR 1926 Construction Industry Regulations; and the Rules of Tennessee Department of Labor and Workforce Development Occupational Safety and Health, CHAPTER 0800-01-1 through CHAPTER 0800-01-11 are the standards and rules invoked.

VII. VARIANCE PROCEDURE

The Safety Director may apply for a variance as a result of a complaint from an employee or of his knowledge of certain hazards or exposures. The Safety Director should definitely believe that a variance is needed before the application for a variance is submitted to the Commissioner of Labor and Workforce Development.

The procedure for applying for a variance to the adopted safety and health standards is as follows:

- a. The application for a variance shall be prepared in writing and shall contain:
 1. A specification of the standard or portion thereof from which the variance is sought.
 2. A detailed statement of the reason(s) why the employer is unable to comply with the standard supported by representations by qualified personnel having first-hand knowledge of the facts represented.
 3. A statement of the steps employer has taken and will take (with specific date) to protect employees against the hazard covered by the standard.
 4. A statement of when the employer expects to comply and what steps have or will be taken (with dates specified) to come into compliance with the standard.
 5. A certification that the employer has informed employees, their authorized representative(s), and/or interested parties by giving them a copy of the request, posting a statement summarizing the application (to include the location of a copy available for examination) at the places where employee notices are normally posted and by other appropriate means. The certification shall contain a description of the means actually used to inform employees and that employees have been informed of their right to petition the Commissioner of Labor and Workforce Development for a hearing.
- b. The application for a variance should be sent to the Commissioner of Labor and Workforce Development by registered or certified mail.
- c. The Commissioner of Labor and Workforce Development will review the application for a variance and may deny the request or issue an order granting the variance. An order granting a variance shall be issued only if it has been established that:
 1. The employer
 - i. Is unable to comply with the standard by the effective date because of unavailability of professional or technical personnel or materials and equipment required or necessary construction or alteration of facilities or technology.
 - ii. Has taken all available steps to safeguard employees against the hazard(s) covered by the standard.
 - iii. Has as effective Program Plan for coming into compliance with the standard as quickly as possible.
 2. The employee is engaged in an experimental Program Plan as described in subsection (b), section 13 of the Act.
- d. A variance may be granted for a period of no longer than is required to achieve compliance or one (1) year, whichever is shorter.
- e. Upon receipt of an application for an order granting a variance, the Commissioner to whom such application is addressed may issue an interim order granting such a variance for the purpose of permitting time for an orderly consideration of such application. No such interim order may be effective for longer than one hundred

eighty (180) days.

- f. The order or interim order granting a variance shall be posted at the worksite and employees notified of such order by the same means used to inform them of the application for said variance (see subsection (a)(5) of this section).

VIII. RECORDKEEPING AND REPORTING

Recording and reporting of all occupational accident, injuries, and illnesses shall be in accordance with instructions and on forms prescribed in the booklet. You can get a copy of the Forms for Recordkeeping from the internet. Go to www.osha.gov and type Recordkeeping Forms in the search box.

The position responsible for recordkeeping is shown on the SAFETY AND HEALTH ORGANIZATIONAL CHART, Appendix IV to this plan.

Details of how reports of occupational accidents, injuries, and illnesses will reach the recordkeeper are specified by ACCIDENT REPORTING PROCEDURES, Appendix IV to this plan. The Rule of Tennessee Department of Labor and Workforce Development Occupational Safety and Health, OCCUPATIONAL SAFETY AND HEALTH RECORD-KEEPING AND REPORTING, CHAPTER 0800-01-03, as authorized by T.C.A., Title 50.

IX. EMPLOYEE COMPLAINT PROCEDURE

If any employee feels that he is assigned to work in conditions which might affect his health, safety, or general welfare at the present time or at any time in the future, he should report the condition to the Safety Director of Occupational Safety and Health.

- a. The complaint should be in the form of a letter and give details on the condition(s) and how the employee believes it affects or will affect his health, safety, or general welfare. The employee should sign the letter but need not do so if he wishes to remain anonymous (see subsection (h) of Section 1 of this plan).
- b. Upon receipt of the complaint letter, the Safety Director will evaluate the condition(s) and institute any corrective action, if warranted. Within ten (10) working days following the receipt of the complaint, the Safety Director will answer the complaint in writing stating whether or not the complaint is deemed to be valid and if no, why not, what action has been or will be taken to correct or abate the condition(s), and giving a designated time period for correction or abatement. Answers to anonymous complaints will be posted upon bulletin boards or other places of common passage where the anonymous complaint may be reasonably expected to be seen by the complainant for a period of three (3) working days.
- c. If the complainant finds the reply not satisfactory because it was held to be invalid, the corrective action is felt to be insufficient, or the time period for correction is felt to be too long, he may forward a letter to the Chief Executive Officer or to the governing body explaining the condition(s) cited in his original complaint and why he believes the answer to be inappropriate or insufficient.
- d. The Chief Executive Officer or a representative of the governing body will evaluate the complaint and will begin to take action to correct or abate the condition(s) through arbitration or administrative sanctions or may find the complaint to be invalid. An answer will be sent to the complainant within ten (10) working days following receipt of the complaint or the next regularly scheduled meeting of the governing body following receipt of the complaint explaining decisions made and action taken or to be taken.
- e. After the above steps have been followed and the complainant is still not satisfied with the results, he may then file a complaint with the Commissioner of Labor and Workforce Development. Any complaint filed with the Commissioner of Labor and Workforce Development in such cases shall include copies of all related correspondence with the Safety Director and the Chief Executive Officer or the representative of the governing body.
- f. Copies of all complaint and answers thereto will be filed by the Safety Director who shall make them available

to the Commissioner of Labor and Workforce Development or his designated representative upon request.

X. EDUCATION AND TRAINING

a. Safety Director and/or Compliance Inspector(s):

1. Arrangements will be made for the Safety Director and/or Compliance Inspector(s) to attend training seminars, workshops, etc., conducted by the State of Tennessee or other agencies. A list of Seminars can be obtained.
2. Access will be made to reference materials such as 29 CFR 1910 General Industry Regulations; 29 CFR 1926 Construction Industry Regulations; The Rules of Tennessee Department of Labor and Workforce Development Occupational Safety and Health, and other equipment/supplies, deemed necessary for use in conducting compliance inspections, conducting local training, writing technical reports, and informing officials, supervisors, and employees of the existence of safety and health hazards will be furnished.

b. All Employees (including supervisory personnel):

A suitable safety and health training program for employees will be established. This program will, as a minimum:

1. Instruct each employee in the recognition and avoidance of hazards or unsafe conditions and of standards and regulations applicable to the employees work environment to control or eliminate any hazards, unsafe conditions, or other exposures to occupational illness or injury.
2. Instruct employees who are required to handle or use poisons, acids, caustics, toxicants, flammable liquids or gases, explosives, and other harmful substances in the proper handling procedures and use of such items and make them aware of the personal protective measures, person hygiene, etc., which may be required.
3. Instruct employees who may be exposed to environments where harmful plants or animals are present, of the hazards of the environment, how to best avoid injury or exposure, and the first aid procedures to be followed in the event of injury or exposure.
4. Instruct all employees of the common deadly hazards and how to avoid them, such as Falls; Equipment Turnover; Electrocution; Struck by/Caught in; Trench Cave In; Heat Stress; and Drowning.
5. Instruct employees on hazards and dangers of confined or enclosed spaces.
 - i. Confined or enclosed space means space having a limited means of egress and which is subject to the accumulation of toxic or flammable contaminants or has an oxygen deficient atmosphere. Confined or enclosed spaces include, but are not limited to, storage tanks, boilers, ventilation or exhaust ducts, sewers, underground utility accesses, tunnels, pipelines, and open top spaces more than four feet (4) in depth such as pits, tubs, vaults, and vessels.
 - ii. Employees will be given general instruction on hazards involved, precautions to be taken, and on use of personal protective and emergency equipment required. They shall also be instructed on all specific standards or regulations that apply to work in dangerous or potentially dangerous areas.
 - iii. The immediate supervisor of any employee who must perform work in a confined or enclosed space shall be responsible for instructing employees on danger of hazards which may be present, precautions to be taken, and use of personal protective and emergency equipment, immediately prior to their entry into such an area and shall require use of appropriate personal protective equipment.

XI. GENERAL INSPECTION PROCEDURES

It is the intention of the governing body and responsible officials to have an Occupational Safety and Health

Program Plan that will insure the welfare of employees. In order to be aware of hazards, periodic inspections must be performed. These inspections will enable the finding of hazards or unsafe conditions or operations that will need correction in order to maintain safe and healthful worksites. Inspections made on a pre-designated basis may not yield the desired results. Inspections will be conducted, therefore, on a random basis at intervals not to exceed thirty (30) calendar days.

- a. In order to carry out the purposes of this Resolution, the Safety Director and/or Compliance Inspector(s), if appointed, is authorized:
 1. To enter at any reasonable time, any establishment, facility, or worksite where work is being performed by an employee when such establishment, facility, or worksite is under the jurisdiction of the employer and;
 2. To inspect and investigate during regular working hours and at other reasonable times, within reasonable limits, and in a reasonable manner, any such place of employment and all pertinent conditions, processes, structures, machines, apparatus, devices, equipment, and materials therein, and to question privately any supervisor, operator, agent, or employee working therein.
- b. If an imminent danger situation is found, alleged, or otherwise brought to the attention of the Safety Director or Inspector during a routine inspection, he shall immediately inspect the imminent danger situation in accordance with Section XII of this plan before inspecting the remaining portions of the establishment, facility, or worksite.
- c. An administrative representative of the employer and a representative authorized by the employees shall be given an opportunity to consult with and/or to accompany the Safety Director or Inspector during the physical inspection of any worksite for the purpose of aiding such inspection.
- d. The right of accompaniment may be denied any person whose conduct interferes with a full and orderly inspection.
- e. The conduct of the inspection shall be such as to preclude unreasonable disruptions of the operation(s) of the workplace.
- f. Interviews of employees during the course of the inspection may be made when such interviews are considered essential to investigative techniques.
- g. Advance Notice of Inspections.
 1. Generally, advance notice of inspections will not be given as this precludes the opportunity to make minor or temporary adjustments in an attempt to create misleading impression of conditions in an establishment.
 2. There may be occasions when advance notice of inspections will be necessary in order to conduct an effective inspection or investigation. When advance notice of inspection is given, employees or their authorized representative(s) will also be given notice of the inspection.
- h. The Safety Director need not personally make an inspection of each and every worksite once every thirty (30) days. He may delegate the responsibility for such inspections to supervisors or other personnel provided:
 1. Inspections conducted by supervisors or other personnel are at least as effective as those made by the Safety Director.
 2. Records are made of the inspections, any discrepancies found and corrective actions taken. This information is forwarded to the Safety Director.
- i. The Safety Director shall maintain records of inspections to include identification of worksite inspected, date

of inspection, description of violations of standards or other unsafe conditions or practices found, and corrective action taken toward abatement. Those inspection records shall be subject to review by the Commissioner of Labor and Workforce Development or his authorized representative.

XII. IMMEDIATE DANGER PROCEDURES

- a. Any discovery, any allegation, or any report of immediate danger shall be handled in accordance with the following procedures:
 1. The Safety Director shall immediately be informed of the alleged immediate danger situation and he shall immediately ascertain whether there is a reasonable basis for the allegation.
 2. If the alleged immediate danger situation is determined to have merit by the Safety Director, he shall make or cause to be made an immediate inspection of the alleged immediate danger location.
 3. As soon as it is concluded from such inspection that conditions or practices exist which constitutes an immediate danger, the Safety Director or Compliance Inspector shall attempt to have the danger corrected. All employees at the location shall be informed of the danger and the supervisor or person in charge of the worksite shall be requested to remove employees from the area, if deemed necessary.
 4. The administrative or operational head of the workplace in which the immediate danger exists, or his authorized representative, shall be responsible for determining the manner in which the immediate danger situation will be abated. This shall be done in cooperation with the Safety Director or Compliance Inspector and to the mutual satisfaction of all parties involved.
 5. The immediate danger shall be deemed abated if:
 - i. The imminence of the danger has been eliminated by removal of employees from the area of danger.
 - ii. Conditions or practices which resulted in the immediate danger have been eliminated or corrected to the point where an unsafe condition or practice no longer exists.
 6. A written report shall be made by or to the Safety Director describing in detail the immediate danger and its abatement. This report will be maintained by the Safety Director in accordance with subsection (i) of Section XI of this plan.
- b. Refusal to Abate.
 1. Any refusal to abate an immediate danger situation shall be reported to the Safety Director and Chief Executive Officer immediately.
 2. The Safety Director and/or Chief Executive Officer shall take whatever action may be necessary to achieve abatement.

XIII. ABATEMENT ORDERS AND HEARINGS

- a. Whenever, as a result of an inspection or investigation, the Safety Director or Compliance Inspector(s) finds that a worksite is not in compliance with the standards, rules or regulations pursuant to this plan and is unable to negotiate abatement with the administrative or operational head of the worksite within a reasonable period of time, the Safety Director shall:
 1. Issue an abatement order to the head of the worksite.
 2. Post or cause to be posted, a copy of the abatement order at or near each location referred to in the abatement order.

- b. Abatement orders shall contain the following information:
 - 1. The standard, rule, or regulation which was found to violated.
 - 2. A description of the nature and location of the violation.
 - 3. A description of what is required to abate or correct the violation.
 - 4. A reasonable period of time during which the violation must be abated or corrected.
- c. At any time within ten (10) days after receipt of an abatement order, anyone affected by the order may advise the Safety Director in writing of any objections to the terms and conditions of the order. Upon receipt of such objections, the Safety Director shall act promptly to hold a hearing with all interested and/or responsible parties in an effort to resolve any objections. Following such hearing, the Safety Director shall, within three (3) working days, issue an abatement order and such subsequent order shall be binding on all parties and shall be final.

XIV. PENALTIES

- a. No civil or criminal penalties shall be issued against any official, employee, or any other person for failure to comply with safety and health standards or any rules or regulations issued pursuant to this Program Plan.
- b. Any employee, regardless of status, who willfully and/or repeatedly violates, or causes to be violated, any safety and health standard, rule, or regulation or any abatement order shall be subject to disciplinary action by the appointing authority. It shall be the duty of the appointing authority to administer discipline by taking action in one of the following ways as appropriate and warranted:
 - 1. Oral reprimand.
 - 2. Written reprimand.
 - 3. Suspension for three (3) or more working days.
 - 4. Termination of employment.

XV. CONFIDENTIALITY OF PRIVILEGED INFORMATION

All information obtained by or reported to the Safety Director pursuant to this plan of operation or the legislation (resolution, or executive order) enabling this Occupational Safety and Health Program Plan which contains or might reveal information which is otherwise privileged shall be considered confidential. Such information may be disclosed to other officials or employees concerned with carrying out this Program Plan or when relevant in any proceeding under this Program Plan. Such information may also be disclosed to the Commissioner of Labor and Workforce Development or their authorized representatives in carrying out their duties under the Tennessee Occupational Safety and Health Act of 1972.

XVI. DISCRIMINATION INVESTIGATIONS AND SANCTIONS

The Rule of Tennessee Department of Labor and Workforce Development Occupational Safety and Health, DISCRIMINATION AGAINST EMPLOYEES EXERCISING RIGHTS UNDER THE OCCUPATIONAL SAFETY AND HEALTH ACT OF 1972 0800-01-08, as authorized by T.C.A., Title 50. The agency agrees that any employee who believes they have been discriminated against or discharged in violation of Tenn. Code Ann § 50-3-409 can file a complaint with their agency/safety Safety Director within 30 days, after the alleged discrimination occurred. Also, the agency agrees the employee has a right to file their complaint with the Commissioner of Labor and Workforce Development within the same 30-day period. The Commissioner of Labor and Workforce Development may investigate such complaints, make recommendations, and/or issue a written notification of a

violation.

XVII. COMPLIANCE WITH OTHER LAWS NOT EXCUSED

- a. Compliance with any other law, statute, resolution, or executive order, which regulates safety and health in employment and places of employment, shall not excuse the employer, the employee, or any other person from compliance with the provisions of this Program Plan.
- b. Compliance with any provisions of this Program Plan or any standard, rule, regulation, or order issued pursuant to this Program Plan shall not excuse the employer, the employee, or any other person from compliance with the law, statute, resolution, or executive order, as applicable, regulating and promoting safety and health unless such law, statute, resolution, or executive order, as applicable, is specifically repealed.

Signature: Safety Director, Occupational Safety and Health and Date

**APPENDIX - I WORK LOCATIONS
(ORGANIZATIONAL CHART)**

Trenton Special School District 11 employees
Central Office and Maintenance
201 W. Tenth Street
Trenton, TN 38382
731-855-1191

Peabody High School 44 employees
2069 Highway 45 By-Pass
Trenton, TN 38382
731-855-2601

Trenton Rosenwald Middle School 42 employees
2065 Highway 45 By-Pass
Trenton, TN 38382
731-855-2422

Trenton Elementary School 67 employees
811 S. College Street
Trenton, TN 38382
731-855-0971

Gibson County Bus Garage 11 employees
303 Gibson Road
Trenton, TN 38382

TOTAL NUMBER OF EMPLOYEES: 175

APPENDIX – II NOTICE TO ALL EMPLOYEES

NOTICE TO ALL EMPLOYEES OF Trenton Special School District

The Tennessee Occupational Safety and Health Act of 1972 provide job safety and health protection for Tennessee workers through the promotion of safe and healthful working conditions. Under a plan reviewed by the Tennessee Department of Labor and Workforce Development, this government, as an employer, is responsible for administering the Act to its employees. Safety and health standards are the same as State standards and jobsite inspections will be conducted to insure compliance with the Act.

Employees shall be furnished conditions of employment and a place of employment free from recognized hazards that are causing or are likely to cause death or serious injury or harm to employees.

Each employee shall comply with occupational safety and health standards and all rules, regulations, and orders issued pursuant to this Program Plan which are applicable to his or her own actions and conduct.

Each employee shall be notified by the placing upon bulletin boards or other places of common passage of any application for a temporary variance from any standard or regulation.

Each employee shall be given the opportunity to participate in any hearing which concerns an application for a variance from a standard.

Any employee who may be adversely affected by a standard or variance issued pursuant to this Program Plan may file a petition with the Safety Director or the Director of Schools.

Any employee who has been exposed or is being exposed to toxic materials or harmful physical agents in concentrations or at levels in excess of that provided for by an applicable standard shall be notified by the employer and informed of such exposure and corrective action being taken.

Subject to regulations issued pursuant to this Program Plan, any employee or authorized representative(s) of employees shall be given the right to request an inspection.

No employee shall be discharged or discriminated against because such employee has filed any complaint or instituted or caused to be instituted any proceedings or inspection under, or relating to, this Program Plan.

Any employee who believes he or she has been discriminated against or discharged in violation of these sections may, within thirty (30) days after such violation occurs, have an opportunity to appear in a hearing before the Board of Education for assistance in obtaining relief or to file a complaint with the Commissioner of Labor and Workforce Development alleging such discrimination.

A copy of the Occupational Safety and Health Program Plan for the Employees of the Trenton Special School District is available for inspection by any employee at Central Office during regular office hours.

Signature: Director of Schools

APPENDIX - III PROGRAM PLAN BUDGET

STATEMENT OF FINANCIAL RESOURCE AVAILABILITY

Be assured that Trenton Special School District has sufficient financial resources available or will make sufficient financial resources available as may be required in order to administer and staff its Occupational Safety and Health Program Plan and to comply with standards.

APPENDIX – IV ACCIDENT REPORTING PROCEDURES

- (1-15) Employees shall report all accidents, injuries, or illnesses directly to the Safety Director as soon as possible, but not later than twenty-four (24) hours after the occurrence. Such reports may be verbal or in writing. All fatalities, inpatient hospitalizations, amputations, and losses of an eye shall be reported to the Safety Director and/or record keeper immediately, either by telephone or verbally, and will be followed by a written report within four (4) hours after their occurrence. The Safety Director will insure completion of required reports and records in accordance with Section VIII of the basic plan.
- (16-50) Employees shall report all accidents, injuries, or illnesses to their supervisor as soon as possible, but not later than two (2) hours after the occurrence. All fatalities, inpatient hospitalizations, amputations, and losses of an eye shall be reported to the Safety Director and/or record keeper immediately, either by telephone or verbally, and will be followed by a written report within four (4) hours after their occurrence. The supervisor will investigate the accident or illness, complete an accident report, and forward the accident report to the Safety Director and/or record keeper within twenty-four (24) hours of the time the accident or injury occurred or the time of the first report of the illness.
- (51-250) Employees shall report all accidents, injuries, or illnesses to their supervisors as soon as possible, but not later than two (2) hours after the occurrence. The supervisor will provide the Safety Director and/or record keeper with the name of the injured or ill employee and a brief description of the accident or illness by telephone as soon as possible, but not later than four (4) hours, after the accident or injury occurred or the time of the first report of the illness. All fatalities, inpatient hospitalizations, amputations, and losses of an eye shall be reported to the Safety Director and/or record keeper immediately, either by telephone or verbally, and will be followed by a written report within four (4) hours after their occurrence. The supervisor will then make a thorough investigation of the accident or illness (with the assistance of the Safety Director or Compliance Inspector, if necessary) and will complete a written report on the accident or illness and forward it to the Safety Director within seventy-two (72) hours after the accident, injury, or first report of illness and will provide one (1) copy of the written report to the recordkeeper.
- (251-Plus) Employees shall report all accidents, injuries, or illnesses to their supervisors as soon as possible, but not later than two (2) hours after their occurrence. The supervisor will provide the administrative head of the department with a verbal or telephone report of the accident as soon as possible, but not later than four (4) hours, after the accident. If the accident involves a fatality, inpatient hospitalization, amputation, loss of an eye, loss of consciousness, broken bones, or third degree burns, the Safety Director will be notified by telephone immediately and will be given the name of the injured, a description of the injury, and a brief description of how the accident occurred. The supervisor will then make a thorough investigation of the accident or illness (with the assistance of the Safety Director or Compliance Inspector, if necessary) and will complete a written report on the accident or illness and forward it to the Safety Director within seventy-two (72) hours after the accident, injury, or first report of illness and will provide one (1) copy of the written report to the record keeper.

Since Workers Compensation Form 6A or OSHA NO. 301 Form must be completed; all reports submitted in writing to

the person responsible for recordkeeping shall include the following information as a minimum:

1. Accident location, if different from employer's mailing address and state whether accident occurred on premises owned or operated by employer.
2. Name, social security number, home address, age, sex, and occupation (regular job title) of injured or ill employee.
3. Title of the department or division in which the injured or ill employee is normally employed.
4. Specific description of what the employee was doing when injured.
5. Specific description of how the accident occurred.
6. A description of the injury or illness in detail and the part of the body affected.
7. Name of the object or substance which directly injured the employee.
8. Date and time of injury or diagnosis of illness.
9. Name and address of physician, if applicable.
10. If employee was hospitalized, name and address of hospital.
11. Date of report.

NOTE: A procedure such as one of those listed above or similar information is necessary to satisfy Item Number 4 listed under PROGRAM PLAN in Section V. ADMINISTRATION, Part b of the Tennessee Occupational Safety and Health Plan. This information may be submitted in flow chart form instead of in narrative form if desired. These procedures may be modified in any way to fit local situations as they have been prepared as a guide only.

The four (4) procedures listed above are based upon the size of the work force and relative complexity of the organization. The approximate size of the organization for which each procedure is suggested is indicated in parenthesis in the left hand margin at the beginning, i.e., (1-15), (16-50), (51-250), and (251 Plus), and the figures relate to the total number of employees including the Chief Executive Officer but excluding the governing body (County Court, City Council, Board of Directors, etc.).

Generally, the more simple an accident reporting procedure is, the more effective it is. Please select the one procedure listed above, or prepare a similar procedure or flow chart, which most nearly fits what will be the most effective for your local situation. Note also that the specific information listed for written reports applies to all three of the procedures listed for those organizations with sixteen (16) or more employees.

CTE Amendment #2

	<u>Original</u>	<u>Increase</u>	<u>Decrease</u>	<u>Amended</u>
<u>71300</u>				
429 Instructional Supplies	9,131.61			9,131.61
499 Other Supplies and Materials	2,450.00			2,450.00
730 Vocational Instruction Equipment	12,751.13	3,034.41		15,785.54
Subtotal	<u>24,332.74</u>	<u>3,034.41</u>	<u>-</u>	<u>27,367.15</u>
<u>72130</u>				
355 Travel	1.00		1.00	-
524 In-Service/Staff Development	1,346.62	93.76		1,440.38
	1,347.62	93.76	1.00	1,440.38
<u>72230</u>				
355 Travel	600.00		600.00	-
524 In-Service/Staff Development	652.00		652.00	-
	<u>1,252.00</u>	<u>-</u>	<u>652.00</u>	<u>-</u>
Revenue Code 47131			\$ 1,875.17	
	26,932.36	3,128.17	2,527.17	28,807.53

Justification: Reallocation of CTE funds (\$1,875.17) added to the budget - used for additional equipment needs.

Trenton Special Board of Education

Monitoring: Review: Annually, in September	Descriptor Term: Tobacco-Free Schools	Descriptor Code: 1.803	Issued Date: 09/02/14
		Rescinds: 1.803	Issued: 06/06/06

1 All uses of tobacco and tobacco products, including smokeless tobacco, electronic cigarettes and
2 associated paraphernalia are prohibited in all of the school district's buildings and in all vehicles that are
3 owned, leased or operated by the district.^{1,2} Smoking shall be prohibited in any public seating areas
4 including, but not limited to, bleachers used for sporting events or public restrooms.³

5 District employees and students enrolled in the district's schools will not be permitted to use tobacco or
6 tobacco products, including smokeless tobacco, electronic cigarettes and associated paraphernalia while
7 they are participants in any class or activity in which they represent the school district.

8 ~~Any student who possesses tobacco products shall be issued a citation by the school principal/resource~~
9 ~~officer.⁴ The director of schools, in cooperation with the juvenile court and the local (police/sheriff's~~
10 ~~department), is responsible for developing procedures for issuance of the citations which shall include~~
11 ~~the form and content of citations and methods of handling completed citations.~~

12 ~~Parents and students shall be notified of this citation requirement at the beginning of each school year.~~

13 Signs will be posted throughout the district's facilities to notify students, employees and all other persons
14 visiting the school that the use of tobacco and tobacco products is forbidden. The following notice shall
15 be prominently posted (including at each ticket booth) for elementary or secondary school sporting
16 events: *Smoking is prohibited by law in seating areas and in restrooms.*⁵

Legal References

1. Section 1042 of the Environmental Tobacco Smoke/Pro-Children Act of 1994
2. TCA 39-17-1604(6)
3. TCA 39-17-1604(10)
4. TCA 39-17-1505
5. TCA 39-17-1605

Click here to choose a school board.

Monitoring: Review: Annually, in November	Descriptor Term: Alternative Credit Options	Descriptor Code: 4.209	Issued Date:
		Rescinds:	Issued:

1 ONLINE COURSES

2 High school students may earn credit to be applied toward graduation requirements by completing online
3 courses offered through agencies or institutions approved by the Board. Credit from these online courses
4 may be earned only in the following circumstances:

- 5 1. The course is not offered at the high school, or although the course is offered at the high school,
6 the student has an unavoidable scheduling conflict;
- 7 2. The course will serve as a supplement to homebound instruction;
- 8 3. The student has been expelled from a regular school setting, but educational services are to be
9 continued; or
- 10 4. The principal, with agreement from the student's teachers and parent(s)/guardian(s), determines
11 the student requires a differentiated or accelerated learning environment.

12 The express approval of the principal/designee shall be obtained before a student enrolls in an online
13 course. The school shall receive an official record of the final grade before credit toward graduation will
14 be recognized.

15 Through a supervision plan, the school shall be responsible for providing appropriate supervision and
16 monitoring of students taking online courses.

17 COURSE ACCESS PROGRAM

18 Students in grades seven through twelve (7-12) may participate in the statewide course access
19 program. To become eligible to participate, students shall:

- 20 1. Meet all prerequisite requirements for the course access course; and
- 21 2. Be unable to enroll in a comparable course at the student's school because:
 - 22 a. A comparable course is not offered; or
 - 23 b. A legitimate situation exists that prevents the student from enrolling in a comparable
24 course.¹

25
26 The Director of Schools shall develop administrative procedures to ensure that students and
27 parent(s)/guardian(s) are given written notice of their right to appeal any denial of a course access
28 course enrollment in a timely manner.² All appeals shall be submitted in writing to the Board within 5
29 of a denial.

- 1 After a timely appeal is made, the Board will provide written notification to the student and
- 2 parent(s)/guardian(s) of the time, place, and date of the hearing. The hearing shall be held no later than
- 3 ten (10) days after the appeal is submitted. At the hearing, the Board shall determine whether there was
- 4 an error in denying the student the ability to participate in the course access program.³

Legal References

1. TRR/MS 0520-01-14-.03(1)
2. TRR/M 0520-01-14-.03(7)
3. TRR/MS 0520-01-14-.03(6)

Cross References

Homebound Instruction 4.206
Grading System 4.600
Graduation Requirements 4.605

Click here to choose a school board.

Monitoring: Review: Annually, in December	Descriptor Term: Promotion and Retention	Descriptor Code: 4.603	Issued Date:
		Rescinds:	Issued:

1 **PROMOTION¹**

2 The Director of Schools/designee shall promote students to the next grade level based on the
3 successful completion of required academic work or demonstration of satisfactory progress in each of
4 the relevant academic areas. However, no student enrolled in the third grade shall be promoted unless
5 the student has shown a basic understanding of curriculum and the ability to perform the skills required
6 in the subject of reading as demonstrated by the student's grades or standardized test results. This
7 requirement shall not apply to students who are participating in a board-approved, research-based
8 intervention prior to the beginning of the next school year or to students who have an individualized
9 education program (IEP).²

10 Students who have difficulty in achieving the requirements for promotion **may be considered** for
11 retention. Schools shall identify these students by February 1st. Factors used to identify students for
12 retention shall include:¹

- 13 1. Ability to perform at the current grade level;
- 14 15 2. Results of local assessments, **screening, or monitoring tools;**
- 16 17 3. State assessments, as applicable;
- 18 19 4. Overall academic achievement of the student;
- 20 21 5. Likelihood of success with more difficult material if promoted to the next grade;
- 22 23 6. Attendance record; and
- 24 25 7. Social and emotional maturity.

26 Students may be identified for retention after the February 1st deadline if the delay in identifying a
27 student is due to:

- 28 1. Date of enrollment;
- 29 30 2. Additional information acquired after results of local assessment, screening, or monitoring are
31 32 released.

1 When a student **is considered** for retention, the student's parent(s)/guardian(s) shall be notified within
2 fifteen (15) calendar days, and an individualized promotion plan shall be developed to help the student
3 avoid retention. The plan shall be developed in coordination with the student's teachers and may also
4 include input from the student's parent(s)/guardian(s), school counselor, or other appropriate school
5 personnel. A copy of the plan will be provided to the student's parent(s)/guardian(s).

6 The Director of Schools shall develop procedures governing how decisions on retention will be made
7 after the student begins work on his/her individualized promotion plan.

8 *K – 3 Reading Notification*

9 If it is determined through a student's overall performance or a state or local assessment that a student
10 in grades kindergarten through three (K-3) is not meeting grade-level standards in reading, the
11 student's parent(s)/guardian(s) shall be notified within fifteen (15) calendar days of such
12 determination.

13 **RETENTION¹**

14 A student may be retained when such retention is in the best interest of the student. However, a student
15 shall not be retained more than once in any grade.

16 If a student is retained, the Director of Schools/designee shall develop an individualized academic
17 remediation plan prior to the start of the next school year. A copy of the plan shall be provided to the
18 student's parent(s)/guardian(s) within ten (10) calendar days of its development. This plan shall
19 include at least one of the following strategies:

- 20 1. Adjustment to the current instructional strategies or materials;
- 21
- 22 2. Additional instructional time;
- 23
- 24 3. Individual tutoring outside of school hours;
- 25
- 26 4. Modification to the student's classroom assignment to ensure the student receives
27 instruction from a teacher with a level of overall effectiveness of above expectations (level
28 4) or significantly above expectations (level 5); or
- 29
- 30 5. Attendance or truancy interventions.

31 The Director of Schools shall develop procedures to ensure appropriate recordkeeping of students who
32 are retained.

33 For the purpose of determining the effectiveness of retention toward improving student achievement,
34 the progress of retained students shall be closely monitored and reported to parent(s)/guardian(s) at
35 least three (3) times during the school year in which the student is retained.

Legal References

1. State Board of Education Policy 3.300; TRR/MS 0520-01-03-.03(6)
2. TCA 49-6-3115; 20 USCA § 1400 et seq.

Cross References

Credit Recovery 4.210
Grading System 4.600
Reporting Student Progress 4.601
Attendance 6.200
Student Assignments 6.205
Homeless Students 6.503
Student Records 6.600

Trenton Special Board of Education

Monitoring: Review: Annually, in February	Descriptor Term: Sick Leave	Descriptor Code: 5.302	Issued Date: 10/02/19
		Rescinds: 5.302	Issued: 04/07/16

1 PROFESSIONAL PERSONNEL

2 The time allowed for sick leave for professional personnel shall be one (1) day for each month employed
3 during the school year and shall accumulate for an unlimited number of days.¹

4 Sick leave shall be defined as: illness of a teacher from natural causes or accident, quarantine, or illness
5 or death of a member of the immediate family of a teacher, including the teacher's wife or husband,
6 parents, grandparents, children, grandchildren, brothers, sisters, mother-in-law, father-in-law, daughter-
7 in-law, son-in-law, brother-in-law, and sister-in-law.²

8 A signed statement listing the cause of absence shall be provided by the employee on forms furnished
9 by the director of schools and shall promptly be given to the immediate supervisor in support of all
10 claims for sick leave pay. A falsified statement shall be grounds for dismissal.

11 A certificate from the physician on forms furnished by the Board may be required in support of any claim
12 for sick leave pay.

13 Permanent, cumulative sick leave records for each active professional employee shall be kept in the
14 director of school's office.

15 A teacher, upon employment, may transfer his/her accumulated sick leave from another Tennessee school
16 system, provided that the director of schools of the system in which the accumulated leave was held
17 provides notarized verification.³

18 ~~Sick leave for maternity purposes may be taken during the period of physical disability only. A teacher
19 may use up to thirty (30) days of accumulated sick leave for the adoption of a child. If both adoptive
20 parents are teachers only one parent may request leave. Written verification from the adoption agency
21 or other entity handling the adoption shall be required before the leave is granted.~~

22 ADVANCE OF UNEARNED SICK LEAVE

23 A teacher in need of sick leave shall be allowed to use unearned sick leave up to the amount of days
24 which such teacher may accumulate during the remainder of the school year in which the teacher is
25 employed. Such advance of sick leave shall be charged to sick leave accumulated in the same school
26 year.

27 Upon the termination of the employment or at the end of the school year, any teacher using advance sick
28 leave and not having earned sufficient days to cover any excess sick leave days used shall have deducted
29 from the final salary payment an amount based on the daily rate of pay sufficient to cover the excess

1 days used. If such salary is not sufficient for this purpose, the teacher shall be liable for reimbursement
2 of any amount in excess of the final salary.

3 **TEN-MONTH CLASSIFIED EMPLOYEES**

4 All full-time ten-month employees earn one (1) sick leave day per month or ten (10) days per year and
5 two (2) personal days are earned one per half year. Any unused leave shall be carried over to the next
6 school year. Upon retirement, any unused leave will be reported to TCRS for service credit. If separation
7 from employment is due to anything other than retirement, any unused leave will be paid at the current
8 sick leave rate.

9 **BUS DRIVERS**

10 Bus drivers earn one-half day of sick leave per month or five (5) per year. Any unused sick leave is paid
11 in June, at the employee's current daily rate.

12 **CLASSIFIED SUPPORT PERSONNEL**

13 Sick leave is available to eligible employees at the rate of (1) day per month, or 12 days annually. If the
14 employee does not use all of this sick leave, it will be carried over to the following year. Sick leave is
15 cumulative. In case of illness, the employee shall inform his/her supervisor as soon as possible that s/he
16 will not be able to report to work.

17 **SICK LEAVE BANK**

18 The purpose of the sick leave bank is to provide sick leave to all employees⁴ who have suffered an
19 unplanned personal illness, injury, disability, or quarantine and whose personal sick leave is exhausted.

20 To form a sick leave bank, a minimum of twenty (20) employees from the school system shall ask the
21 Board for permission to establish a sick leave bank.⁵ Upon approval, sick leave bank trustees shall be
22 appointed and shall operate as the governing body of the sick leave bank and shall enact rules and
23 regulations consistent with state law.⁶ Employees wishing to participate shall initially give a maximum
24 of three (3) days of sick leave. These days are to be deducted from the employee's personal
25 accumulation and donated to the sick leave bank. Donations of sick leave to the bank are
26 nonrefundable and nontransferable.⁷

27 At any time the number of days in the sick leave bank is less than twenty (20), or one (1) per employee
28 if there are more than twenty (20) members, or at any time deemed advisable, the trustees shall assess
29 each member one (1) or more days of accumulated sick leave. If an employee has no accumulated sick
30 leave at the time of assessment, the first earned days shall be donated as they are accrued by the
31 employee.⁷

32 An employee who is a member of the sick leave bank may request an allotment of days (for the
33 employee's personal illness only) in the manner designated by the trustees. The need for these days
34 must be verified by a statement from a doctor.

35 By written notice to the trustees, an employee may withdraw from bank participation on June 30 of any
36 year.⁸ Membership withdrawal results in forfeiture of all days contributed.

- 1 The sick leave bank shall be operated in accordance with state law.

Legal References

1. TCA 49-5-710(a)(1)
2. TRR/MS 0520-01-02-.04(2)
3. TCA 49-5-710(a)(5)
4. TCA 49-5-811
5. TCA 49-5-803
6. TCA 49-5-804; TCA 49-5-805
7. TCA 49-5-807
8. TCA 49-5-806

Cross References

Workers' Compensation 3.602
Short Term Leaves of Absence 5.300
Family and Medical Leave 5.305
Physical Assault Leave 5.307

Trenton Special Board of Education

Monitoring: Review: Annually, in March	Descriptor Term: Director of Schools Recruitment and Selection	Descriptor Code: 5.801	Issued Date: 11/06/01
		Rescinds: 5.801	Issued: 07/13/99

1 When a vacancy occurs, the appointment of a director of schools is a function of the Board.¹ The Board
2 is responsible for finding the person it believes can most effectively translate into action the policies of
3 the Board and the goals of the community and the professional staff.

4 The Board may employ a consultant to advise and assist the Board in the search and selection process.
5 However, final selection shall rest with the Board after a thorough consideration of qualified applicants.
6 An interim director of schools appointed during the time of a search shall not become a candidate unless
7 the Board expressly permits such inclusion in the selection procedures. A board member may not apply
8 for or in any other way be considered for the position of director of schools.²

9 Prior to conducting a search to fill the position, the Board shall initially develop the following:³

- 10 • a job description
- 11 • a timeline
- 12 • a process for accepting and reviewing applications
- selection procedures which shall include, but not be limited to, the following:

- 13 1. The Board shall invite the community, including board employees, to participate in the process
14 of selecting a director of schools by suggesting selection criteria, participating in sessions with
15 and asking questions of the candidates and by attending board interviews with the candidates.
16 Resumes of persons interviewed by the Board shall be available in the central office for public
17 inspection.
- 18 2. The interview process for each finalist shall include meetings with various staff and community
19 groups and an interview with the entire board.
- 20 3. Candidates shall be interviewed by the Board in an open session. Only board members will be
21 allowed to ask questions during the interview.
- 22 4. The Board will attempt to select a director by unanimous vote, ~~but a two-thirds vote of the~~
23 ~~membership of the board shall be required for the appointment of a director of schools.~~

Legal References

1. TCA 49-2-203(a)(14)
2. TCA 49-2-203(a)(1)(D)
3. TCA 49-2-203(a)(14)(B)

Click here to choose a school board.

Monitoring: Review: Annually, in March	Descriptor Term: Code of Conduct	Descriptor Code: 6.300	Issued Date:
		Rescinds:	Issued:

1 The Board delegates to the Director of Schools the responsibility of developing specific codes of
2 conduct which are appropriate for each level of school. Codes of conduct for students in pre-
3 kindergarten or kindergarten shall utilize alternative disciplinary practices. Exclusionary discipline
4 shall only be used as a measure of last resort. The development of each code shall involve principals
5 and staff members of each level and shall be consistent with the relevant policies as adopted by the
6 Board.¹

7 The following levels of misbehavior and disciplinary procedures and options are standards designed to
8 protect all members of the educational community in the exercise of their rights and duties and to
9 maintain a safe learning environment where orderly learning is possible and encouraged.² These
10 misbehaviors apply to student conduct on school buses, on school property, and while students are on
11 school-sponsored outings. Staff members shall ensure that disciplinary measures are implemented in a
12 manner that:³

- 13 1. Balances accountability with an understanding of traumatic behavior;
- 14
- 15 2. Teaches school and classroom rules while reinforcing that violent or abusive behavior is not
16 allowed at school;
- 17
- 18 3. Minimizes disruptions to education with an emphasis on positive behavioral supports and
19 behavioral intervention plans;
- 20
- 21 4. Creates consistent rules and consequences; and
- 22
- 23 5. Models respectful, non-violent relationships.

24 In order to ensure that these goals are accomplished, the school district shall utilize the following
25 trauma-informed discipline practices: Restorative practices, RTI²B, multi-tiered system of supports,
26 behavior intervention plans.

27 MISBEHAVIORS: LEVEL I

28 This level includes minor misbehavior on the part of the student which impedes orderly classroom
29 guidelines or interferes with the orderly operation of the school but which can usually be handled by an
30 individual staff member.

31 *Examples (not an exclusive listing)*

- 32 • Classroom disturbances

- 1 • Classroom tardiness
- 2 • Cheating and lying
- 3 • Abusive language
- 4 • Failure to do assignments or carry out directions
- 5 • Wearing, while on the grounds of a public school during the regular school day,
- 6 clothing that exposes underwear or body parts in an indecent manner that disrupts the
- 7 learning environment⁴
- 8 • Victimization of any student (harassment (sexual, racial, ethnic, religious), bullying,
- 9 cyber-bullying, and/or hazing)

10 *Disciplinary Procedures*

- 11 • The staff member intervenes immediately.
- 12 • The staff member determines what offense was committed and its severity.
- 13 • The staff member determines who committed the offense and if he/she understands the
- 14 nature of the offense.
- 15 • The staff member employs appropriate disciplinary options.
- 16 • The record of the offense and disciplinary action shall be maintained by the staff
- 17 member.

18 *Disciplinary Options*

- 19 • Verbal reprimand
- 20 • Special assignment
- 21 • Restricting activities
- 22 • Counseling
- 23 • Withdrawal of privileges
- 24 • Issuance of demerits
- 25 • Strict supervised study
- 26 • Detention
- 27 • Corporal punishment
- 28 • In-school suspension

29 **MISBEHAVIORS: LEVEL II**

30 This level includes misbehavior whose frequency or seriousness tends to disrupt the learning climate of
31 the school. These misbehaviors do not represent a direct threat to the health and safety of others but
32 have educational consequences serious enough to require corrective action on the part of
33 administrative personnel.

34 *Examples (not an exclusive listing)*

- 35 • Continuation of unmodified Level I misbehaviors
- 36 • Using forged notes or excuses
- 37 • Disruptive classroom behavior

1 *Disciplinary Procedures*

- 2 • The student is referred to the principal for appropriate disciplinary action.
- 3 • The principal meets with the student and the staff member.
- 4 • The principal hears the accusation made by the staff member and allows the student the
- 5 opportunity to explain his/her conduct.
- 6 • The principal takes appropriate disciplinary action and notifies the staff member of the
- 7 action.
- 8 • The record of offense and disciplinary action shall be maintained by the principal.

9 *Disciplinary Options*

- 10 • Teacher/schedule change
- 11 • Peer counseling
- 12 • Referral to outside agency
- 13 • In-school suspension
- 14 • Transfer
- 15 • Detention
- 16 • Suspension from school-sponsored activities or from riding school bus
- 17 • Out-of-school suspension

18 **MISBEHAVIORS: LEVEL III**

19 This level includes acts directly against persons or property but whose consequences do not seriously

20 endanger the health or safety of others in the school.

21 *Examples (not an exclusive listing)*

- 22 • Continuation of unmodified Level I and II misbehaviors
- 23 • Fighting
- 24 • Vandalism (minor)
- 25 • Use, possession, sale, distribution, and/or being under the influence of tobacco or
- 26 alcohol
- 27 • Use, possession, sale, or distribution of drug paraphernalia
- 28 • Use, sale, distribution, and/or being under the influence of drugs
- 29 • Stealing
- 30 • Threats to others
- 31 • Victimization of any student (harassment (sexual, racial, ethnic, religious), bullying,
- 32 cyber-bullying, and/or hazing)

33 *Disciplinary Procedures*

- 34 • The student is referred to the principal for appropriate disciplinary action.
- 35 • The principal meets with the student and the staff member.
- 36 • The principal hears the accusation and allows the student the opportunity to explain
- 37 his/her conduct.

- 1 • The principal takes appropriate disciplinary action.
- 2 • The principal may refer the incident to the Director of Schools and make
- 3 recommendations for consequences.
- 4 • The record of offense and disciplinary action shall be maintained by the principal.

5 *Disciplinary Options*

- 6 • In-school suspension
- 7 • Detention
- 8 • Restitution from loss, damage, or stolen property
- 9 • Out-of-school suspension
- 10 • Social adjustment classes
- 11 • Transfer

12 **MISBEHAVIORS: LEVEL IV**

13 This level of misbehavior includes acts which result in violence to another's person or property or
 14 which pose a threat to the safety of others in the school. These acts are so serious that they usually
 15 require administrative actions which result in the immediate removal of the student from the school,
 16 the intervention of law enforcement authorities, and/or action by the Board.

17 If a student's action poses a threat to the safety of others in the school, a teacher, principal, school
 18 employee, or school bus driver may use reasonable force when necessary to prevent bodily harm or
 19 death to another person.⁵

20 *Examples (not an exclusive listing)*

- 21 • Continuation of unmodified Level I, II, and III misbehaviors
- 22 • Death threat
- 23 • Extortion
- 24 • Bomb threat
- 25 • Possession, use, and/or transfer of dangerous weapons
- 26 • Assault that results in bodily injury upon any teacher, principal, administrator, any other
 27 employee of the school, or a school resource officer*
- 28 • Aggravated assault*
- 29 • Vandalism
- 30 • Theft, possession, and/or sale of stolen property
- 31 • Arson
- 32 • Possession of unauthorized substances (e.g. any controlled substance, controlled
 33 substance analogue, or legend drug)*
- 34 • Use or transfer of unauthorized substances
- 35 • Victimization of any student (harassment (sexual, racial, ethnic, religious), bullying,
 36 cyber-bullying, and/or hazing)
- 37 • Electronic threat to cause bodily injury or death to another student or school employee

38 *Disciplinary Procedures*

- 1 • The principal confers with appropriate staff members and with the student.
- 2 • The principal hears the accusations and allows the student the opportunity to explain
- 3 his/her conduct.
- 4 • The parent(s)/guardian(s) are notified.
- 5 • Law enforcement officials are contacted.
- 6 • The incident is reported, and recommendations are made to the Director of Schools.
- 7 • If the student’s placement is to be changed, adequate notice of the charges shall be
- 8 given to the student and his/her parent(s)/guardian(s) and his/her right to appear at a
- 9 hearing.

10 *Disciplinary Options*

- 11 • Other hearing authority or Board action which results in appropriate placement

12 * Designates zero tolerance offenses.

Legal References

1. TCA 49-6-4005; TCA 49-6-3024
2. TCA 49-6-4002 to 4005; 20 USCA §§ 7114, 7118
3. TCA 49-6-4109
4. TCA 49-6-4009
5. TCA 49-6-4008

Cross References

Traffic and Parking Controls 3.403
 Procedural Due Process 6.302
 Student Discrimination, Harassment, Bullying,
 Cyber-bullying, and Intimidation 6.304
 Title IX & Sexual Harassment 6.3041
 Bus Safety and Conduct 6.308
 Zero Tolerance Offenses 6.309
 Dress Code 6.310
 Corporal Punishment 6.314
 Detention 6.315
 Suspension 6.316
 Safe Relocation of Students 6.4081

Click here to choose a school board.

Monitoring: Review: Annually, in March	Descriptor Term: Interrogations and Searches	Descriptor Code: 6.303	Issued Date:
		Rescinds:	Issued:

1 INTERROGATIONS BY SCHOOL PERSONNEL

2 Students may be questioned by teachers or principals about any matter pertaining to the operation of a
3 school and/or the enforcement of its rules. Questioning shall be conducted discreetly and under
4 circumstances which will avoid unnecessary embarrassment to the student. Any student answering
5 falsely or evasively or refusing to answer a question may be subject to disciplinary action, including
6 suspension.

7 If a student is suspected or accused of misconduct or infraction of the student code of conduct, the
8 principal may interrogate the student without the presence of parent(s)/guardian(s).

9 INTERROGATIONS BY POLICE (AT ADMINISTRATOR'S REQUEST)

10 If the principal has requested assistance by law enforcement to investigate a crime involving his/her
11 school, the police may interrogate a student suspect in school during school hours. The principal shall
12 first attempt to notify the parent(s)/guardian(s) of the student unless circumstances require otherwise.
13 However, the interrogation may proceed without attendance of the parent(s)/guardian(s), but the
14 principal/designee shall be present during the interrogation.¹

15 POLICE-INITIATED INTERROGATIONS

16 If the police deem circumstances of sufficient urgency to interrogate students at school for unrelated
17 crimes committed outside of school hours, the police department should first contact the principal
18 regarding the planned interrogation and inform him/her of the probable cause to investigate. The
19 principal shall make reasonable efforts to notify the parent(s)/guardian(s) of the interrogation unless
20 circumstances require otherwise. The interrogation may proceed without attendance of the
21 parent(s)/guardian(s), but the principal/designee shall be present during the interrogation.

22 SEARCHES BY SCHOOL PERSONNEL

23 In order to ensure a safe and secure learning environment, the Director of Schools shall develop
24 procedures regarding the searching of students, lockers, vehicles, and containers which are consistent
25 with state law. The Director of Schools shall develop additional procedures to ensure compliance with
26 all of the provisions of the School Security Act of 1981.^{1,2}

Legal References

1. TCA 49-6-4203(b)
2. TCA 49-6-4201 *et seq.*; 2014 Tenn. Op. Att’y Gen. 14-21

Cross References

Traffic and Parking Controls 3.403
Procedural Due Process 6.302
Reporting Child Abuse 6.409

Click here to choose a school board.

Monitoring: Review: Annually, in March	Descriptor Term: Bus Safety and Conduct	Descriptor Code: 6.308	Issued Date:
		Rescinds:	Issued:

1 In order to maintain conditions and atmosphere suitable for learning, no person shall enter onto a school
2 bus except students assigned to that bus or parent(s)/guardian(s) of students or other persons with lawful
3 and valid business on the bus.¹

4 The school bus is an extension of school activity; therefore, students shall conduct themselves on the bus
5 in a manner consistent with the established standards for safety and classroom behavior.

6 Students are under the supervision and control of the bus driver while on his/her bus, and all reasonable
7 directions given by him/her shall be followed. A driver may remove a student in the event that the driver
8 finds it necessary for the safety of the other student passengers or the driver, provided that the driver
9 secures the safety of the ejected student for the uncompleted trip. A driver shall report to school
10 authorities as soon as possible, but no later than the end of the route, any student refusing to obey the
11 driver or exiting the bus without the driver's permission at a point other than the student's destination
12 for that trip.²

13 The principal of the student transported shall be informed by the bus driver of any serious discipline
14 problem and may be called upon to assist if necessary. A student may be denied the privilege of riding
15 the bus if the principal determines that his/her behavior is such as to cause disruption on the bus or if
16 he/she disobeys applicable policies and procedures pertaining to student transportation.

17 Any student who gets off the bus at any point between the pick-up point and school shall present the bus
18 driver with a note of authorization from the parent/guardian or the principal of the school that the student
19 attends.

20 Any student wishing to ride a bus other than his/her designated bus shall have written parental permission
21 and the approval of the principal/designee.

22 Students who transfer from bus to bus while en route to and from school shall be expected to abide by
23 the discipline policies adopted by the Board and procedures maintained by the terminal school.

24 **USE OF PHOTOGRAPHS AND VIDEO FOOTAGE**

25 Cameras or video cameras may be used to monitor student behavior on school buses transporting
26 students to and from school or extracurricular activities. Photographs and video footage shall be used
27 only to promote the order, safety, and security of students, staff, and property.

28 Students in violation of bus conduct rules shall be subject to disciplinary action in accordance with
29 established board policy governing student conduct and discipline.

- 1 The district shall comply with all applicable state and federal laws related to photographs and video
2 footage.³ These materials shall be maintained for 5 days. Parent(s)/guardian(s) may submit requests to
3 view photographs and video footage to the Director of School/designee, and a time shall be arranged for
4 viewing. The Director of Schools/designee shall be present when parent(s)/guardian(s) are provided the
5 opportunity to review photographs and video footage.⁴
- 6 The Director of Schools shall develop procedures governing the use of cameras and video cameras in
7 accordance with the provisions of state and federal law and established board policies.

Legal References

1. TCA 49-6-2008
2. TCA 49-6-2118(d)
3. TCA 10-7-504; 20 USCA §1232g
4. TCA 49-6-2119

Cross References

Student Transportation Management 3.400
Scheduling and Routing 3.401
Code of Conduct 6.300
Suspension 6.316
Student Records 6.600
Annual Notification of Rights 6.401
Inspection & Correction of Student Records 6.602

Click here to choose a school board.

Monitoring: Review: Annually, in April	Descriptor Term: Physical Examinations and Immunizations	Descriptor Code: 6.402	Issued Date:
		Rescinds:	Issued:

1 **PHYSICAL EXAMINATIONS¹**

2 The principal shall ensure that there is a complete physical examination of each student prior to:

- 3 1. Entering school for the first time² and
4
5 2. Participation as a member of any athletic team or in any other strenuous physical activity
6 program.³

7 Cost of the examination shall be covered by the parent/guardian of the student. These records shall be
8 on file in the principal's office.

9 Screening tests as required by the Tennessee Department of Education and the Department of Health
10 will be conducted. Parent(s)/guardian(s) will receive written notice of any screening result that indicates
11 a condition that might interfere with their student's progress.

12 The school district will not conduct physical examinations of a student without parental consent or by
13 court order, unless the health or safety of the student or others is in question.⁴

14 **IMMUNIZATIONS**

15 No students entering school, including those entering kindergarten or first grade, those from out-of-state,
16 and those from nonpublic schools, will be permitted to enroll without proof of immunization as
17 determined by the Commissioner of Public Health.^{2,5} It is the responsibility of the parent(s)/guardian(s)
18 to have their children immunized and to provide such proof to the principal of the school which the
19 student is to attend.⁵

20 Exceptions will be granted to any student whose parent/guardian files with school authorities a signed,
21 written statement that such measures conflict with the one of the following:

- 22 1. His/her religious tenets and practices, in the absence of an epidemic or immediate threat thereof;⁶
23 or
24
25 2. Due to medical reasons if the student has a written statement from his/her doctor excusing
26 him/her from such immunization.⁷

27 Proof of exceptions will be in writing and filed in the same manner as other immunization records.

28 A list of transfer students shall be kept at each school in order that their records may be monitored by
29 the Department of Health.

Legal References

1. 20 USCA § 1232h(c)
2. TRR/MS 0520-01-03-.08(2)(a)
3. TRR/MS 0520-01-03-.08(2)(b)
4. Tennessee School Health Screening Guidelines,
https://www.tn.gov/content/dam/tn/education/csh/csh_school_health_screening_guidelines.pdf
5. TCA 49-6-5001(a),(c)
6. TCA 49-6-5001(b)(2)
7. TCA 49-6-5001(c)(2)

Cross References

Promoting Student Welfare 6.400

Click here to choose a school board.

Monitoring: Review: Annually, in April	Descriptor Term: Special Education Students	Descriptor Code: 6.500	Issued Date:
		Rescinds:	Issued:

1 Special education students between the ages of three (3) and twenty-one (21), inclusive, shall receive the
2 benefit of a free appropriate public education. These students shall be educated with the general student
3 population to the maximum extent appropriate and should be placed in separate or special classes only
4 when the severity of the disability is such that education in regular classes, even with the use of
5 supplementary aids and services, cannot be accomplished satisfactorily.¹

6 Eligibility standards and options of service for special education services shall be based upon the criteria
7 specified in state regulations.²

8 Students receiving special education services shall not be restrained except as permitted by state law and
9 regulations.^{3,4} **The Director of Schools shall develop administrative procedures to govern the following:**

10 **1. Personnel authorized to use isolation and restraint;**

11

12 **2. Training requirements for personnel working with special education students; and**

13

14 **3. Incident reporting procedures.⁴**

Legal References

1. TCA 49-10-103(c)
2. TRR/MS 0520-01-09-.01
3. TCA 49-10-1301 *et seq.*
4. TRR/MS 0520-01-09-.23

Cross References

Special Education 4.202
Compulsory Attendance Ages 6.201
Alternative Education 6.319

Click here to choose a school board.

Monitoring: Review: Annually, in April	Descriptor Term: Students from Military Families	Descriptor Code: 6.506	Issued Date:
		Rescinds:	Issued:

1 *General*

2 The Director of Schools shall develop the necessary administrative procedures to ensure that students
3 with parent(s)/guardian(s) in the armed services are identified and that appropriate and available
4 services are provided for these students.¹

5 **RELOCATION OF MILITARY SERVICE MEMBER²**

6 A student who does not currently reside within the school district shall be allowed to enroll if he/she is
7 a dependent child of a service member who is being relocated to Tennessee on military orders. To be
8 eligible for enrollment, the student will need to provide documentation that he/she will be a resident of
9 the school district on relocation.

10 Within 5 days of enrollment, the parent(s)/guardian(s) of the student shall provide proof of residency
11 within the school district.

12 **ABSENCES**

13 Principals shall provide students with a one (1) day excused absence prior to the deployment of and a
14 one (1) day excused absence upon the return of a parent/guardian serving active military service.

15 Principals shall also allow up to ten (10) excused cumulative absences per year for students to visit a
16 parent/guardian during a deployment cycle. The student shall provide documentation to the school as
17 proof of his/her parent/guardian's deployment. Students shall be permitted to make up school work
18 missed during these absences.³

Legal References

1. State Board of Education Policy 2.103
2. TCA 49-6-3101
3. TCA 49-6-3019

Cross References

- Attendance 6.200
School Admissions 6.203

February 9, 2020
New Budget Items

Special Education Program		Debit	Credit
Big Bend Galvanizing - Christmas for Kids Donation			
Revenue			
141-44570-SPED	Contributions and Gifts	<u>\$500.00</u>	
		\$500.00	
Expenditures			
71200-599	Other Charges		<u>\$500.00</u>
			\$500.00

Remote Technology Grant			
Revenue			
141-47304	Covid-19 Relief Grant #4	<u>\$45,630.85</u>	
		\$45,630.85	
Expenditures			
141-71100-722-931	Regular Instruction Equipment		\$32,134.00
141-71100-449-931	Textbooks - Bound		\$10,122.43
141-71100-430-931	Textbooks - Electronic		<u>\$3,374.42</u>
			\$45,630.85

Internet Connectivity Grant			
Revenue			
141-47305	Covid-19 Relief Grant #5	<u>\$16,227.46</u>	
		\$16,227.46	
Expenditures			
141-71100-722-932	Regular Instruction Equipment		<u>\$16,227.46</u>
			\$16,227.46

United Way Afterschool Grant			
Revenue			
141-46980-911	Other State Grants	<u>\$500.00</u>	
		\$500.00	
Expenditures			
141-71300-429-911	Instructional Supplies & Materials		<u>\$500.00</u>
			\$500.00

Trenton Special Board of Education

	Descriptor Term: Local COVID-19 Leave	Descriptor Code: 5.3052	Issued Date: Click here to enter a date.
		Rescinds:	Issued:

1 Beginning January 1, 2021, employees are entitled to up to 10 days of paid sick leave if they have not
2 exhausted their FFCRA Leave under Policy No 5.3051 "FFCRA Leave" and are unable to work or
3 telework because the employee:

- 4 1. is subject to a Federal, State, or local quarantine or isolation order related to COVID-19;
5
- 6 2. has been advised by health care provider to self-quarantine related to COVID-19; or
7
- 8 3. is experiencing COVID-19 symptoms and is seeking a medical diagnosis.

9 To demonstrate eligibility for the leave, the employee may be required to provide proof of COVID-19
10 testing or other suitable documentation for the circumstances. Employees should seek clarification
11 from human resources if they have questions regarding the total amount of leave available to them.

12 This paid leave may be taken if there is work available for the employee to complete and the employee
13 is unable to work or telework for one of the above reasons. Such leave is in addition to any paid leave
14 that an employee may already be entitled to (e.g., existing sick leave). Employees are not required to
15 exhaust any other paid leave benefit to utilize this new category of paid sick leave.

16 For avoidance of doubt, employees will only be permitted up to 10 days of their regular pay per school
17 year, regardless if the employee took that leave under FFCRA leave policy or the local COVID-19
18 leave policy.

19 The policy will be in effect from January 1, 2021 until June 30, 2021 unless the Board takes action to
20 extend it. If the state or federal government issues a mandate for COVID-19 related leave after
21 adoption of this local COVID-19 leave policy, such mandated leave will replace this policy entirely
22 and this policy simultaneously will expire.

Cross References

FFCREA Leave 5.3051

FFCRA Leave July 1 to December 31, 2020

Emergency Paid Sick Leave (EPSL)

49 employees used 281.5 EPSL days

12 employees exhausted all 10 of their EPSL days

63 employees were able to Telework for 548.5 days

Breakdown

26 Teachers with 6 exhausting all 10 EPSL days

10 Teacher Assistants with 3 exhausting all 10 EPSL days

6 Cafeteria Staff with 1 exhausting all 10 EPSL days

2 Central Office Staff

2 School Office Staff

1 Bus Driver exhausting all 10 EPSL days

1 Bus Garage Mechanic exhausting all 10 EPSL days

1 Maintenance Staff



Fwd: Additional Salary Funding

Smith, Tammy <tammy.smith@trentonssd.org>
To: "Parra, Shannon" <shannon.parra@trentonssd.org>, Tim Haney <tim.haney@trentonssd.org>

Fri, Jan 29, 2021 at 1:55 PM

----- Forwarded message -----

From: **Maryanne Durski** <Maryanne.Durski@tn.gov>
Date: Fri, Jan 29, 2021 at 1:54 PM
Subject: Additional Salary Funding
To: tammy.smith@trentonssd.org <tammy.smith@trentonssd.org>

Directors:

Pursuant to the legislation passed during the special session earlier this month, please find below your district's allocation of funds to increase salaries for teachers and other certified personnel and additional information regarding these funds. The department will post this information and additional Frequently Asked Questions on its website as well for ease of access.

District Allocation

District	Allocation
Trenton SSD	\$56,000

Overview

The General Assembly and Governor Lee passed legislation to provide additional funding for teachers and certified personnel, effective for the second half of the current fiscal year (Jan. 1, 2021 – Jun 30, 2021). The funding gives districts more than \$42 million to provide salary increases this school year, with districts having the flexibility to determine the right implementation for their local contexts. While the calculation aligns to the BEP formula, this funding increase requires no local match from districts in this fiscal year, ensuring stability for local budgeting practices. The information below provides more details on how the funding operates for districts.

Calculating Allocations

District allocations were determined in alignment with the BEP formula, following the same process as prior year adjustments for additional educator salary funding. The below steps were used to calculate each district's award value.

1. The current year's BEP formula was run again, adjusting for the 2% increase on the instructional salary component and related benefits (social security, Medicare, and retirement).
2. Each district's current FY21 BEP allocation was subtracted from the new allocation generated in the step above.
3. The difference was then divided by two to reflect that the increases are effective for half of the fiscal year (e.g. beginning on January 1, 2021).
4. The result is each district's allocation to support teacher salary increase in FY21.

As a reminder, no local match is required on these allocations because the state is funding the full allocation amount for FY21. This will not remain true for subsequent increases in FY22.

Disbursement

- **Timing:** The department will begin processing payments as soon as the bill is fully signed into law, with the goal of initial payments being issued in mid- to late- February. With the exception of the initial payment that will be processed as soon as possible, the payments will follow the calendar of BEP payments for the remainder of the fiscal year.
- **Amounts:** The total allocation will be divided over the five installments of BEP payments districts receive throughout spring semester. The initial payment will include January and February amounts, and subsequent payments will each reflect a remaining fifth of the allocation.
- **Tracking:** Information on both allocations and payments will be accessible in ePlan, similar to standard BEP payments.

Local Use

- **Eligible Employees:** The funding is required to support salary increases for teachers and other certified staff. Certified personnel include positions requiring a license issued by the State Board of Education and nurses (a full list of the instructional and certificated position associated with this increase is available in the BEP Blue Book, available [here](#)).
- **Distribution of Increase:** Districts have the discretion to determine how to allocate these funds to increase teacher and certified personnel salaries. Districts may use these funds to raise teacher pay through such methods as increasing the district salary schedules, providing across-the-board raises outside the salary schedule, or awarding bonuses.

Reporting

Districts will be required to report on the use of these funds in the Annual Salary Transparency Report survey for FY21 to be administered next fall.

For more information, please contact Maryanne.Durski@tn.gov.

Thanks,

Maryanne

--

Tammy Smith
Finance Director
Trenton Special School District
[201 West 10th St](#)
[Trenton, TN 38382](#)
[731-855-1191](#) phone
[731-855-1414](#) fax



Teacher Pay

Summary of Teacher Pay in the Appropriations Bill

for Districts and School Board Partners

On January 22, 2021, during the 1st Extraordinary Session of the 112th General Assembly, the Tennessee General Assembly passed an Appropriations Bill (SB7009/HB7020), which included critical pay increases for Tennessee teachers during an unprecedented school year impacted by the COVID-19 pandemic.

We all know educators are critical for the success and safety of students. Throughout these unprecedented times, Tennessee teachers and districts continue to rise to the occasion to meet the needs of all students and provide them with a quality education. Educators are working especially hard through the pandemic to adapt to new challenges, dynamics, and instructional environments.

By passing this appropriations bill recommended by Governor Lee, the General Assembly appropriated funding to provide an increase equivalent to a 2% increase of the instructional component of the BEP for this school year (dating back to January 1, 2021). This funding includes the state fully covering the local match for an equivalent 2% increase. It will be up to you at the district-level to decide how this increased funding is dispersed for district instructional staff.

The 2% increase to the instructional component of the BEP is not equivalent to a 2% salary increase for all teachers. The exact amount of money available for educator salaries and/or bonuses has been sent to districts and will be distributed at their discretion.

In addition to this one-time increase, Governor Lee has already committed to proposing a recurring 4% increase in the instructional component of the BEP to begin next fiscal year. This investment will provide significant funding to support districts as they provide instructional salary increases for teachers.

BEP Allocation of \$56,000

(includes increase, payroll taxes and retirement)

6.2% Social Security

1.45% Medicare

9.86% Blended Retirement (10.29% Legacy and 9% Hybrid)

17.51%

$\$56,000/1.1751 = \$47,656$ amount available for increase

Certified Staff	108	\$425	\$45,900.00
Certified Staff – COVID Leads	2	\$665.50	\$ 1,331.00
Nurse	1	\$425	<u>\$ 425.00</u>
			\$47,656.00
Social Security	6.2%		\$ 2,954.67
Medicare	1.45%		\$ 691.01
Retirement	9.86%		<u>\$ 4,698.88</u>
		Total Cost	\$56,000.56

Non-Certified Staff Funded Locally

Non-Certified Staff	63	\$425	\$26,775.00
Non-Certified Staff – COVID Lead	1	\$665.50	<u>\$ 665.50</u>
			\$27,440.50
Social Security	6.2%		\$ 1,701.31
Medicare	1.45%		\$ 397.89
Retirement	5.02%		<u>\$ 1,377.51</u>
		Total Cost	\$30,917.21



LEWIS THOMASON

TO: Directors of Schools, TOSS
FROM: Charles W. (Chuck) Cagle and Katherine R. Kimmel
RE: Liability Immunity for Schools and School Districts Serving as COVID-19 Immunization Sites
DATE: January 29, 2021

MEMORANDUM

Issue:

Whether the “Declaration for Public Readiness and Emergency Preparedness Act Coverage for medical countermeasures against COVID-19” provides liability immunity to schools and/or school districts in the event their buildings are used for COVID-19 immunization sites.

Analysis:

Yes. Under the PREP Act and this Declaration, schools and school districts would be considered “program planners” entitled to liability immunity for the distribution, administration, and use of COVID-19 vaccines, which are considered “covered countermeasures” under the declaration. Schools and school districts would be considered program planners whether they supervise and administer a vaccination program or merely provide the facility for the administration of the vaccine.

The Declaration is silent on the qualifications required of site medical directors. However, the PREP Act defines “qualified person” to mean “a licensed health professional or other individual authorized to prescribe, administer, or dispense Covered Countermeasures under the law of the State in which the Covered Countermeasure was prescribed, administered, or dispensed.”¹ For the record, this would include school nurses possessing a registered nurse license. The Declaration expands this definition to include officials, agents, employees, contractors, and volunteers of qualified persons. Under the PREP Act and this Declaration, qualified persons are entitled to liability immunity alongside the program planner.

Finally, the Declaration outlines the conditions under which program planners and qualified persons are entitled to liability immunity. Schools and school districts must be engaged in distributing the vaccine in

¹ Public Law 109-148

accordance with either 1) a federal agreement of some kind or 2) authorization following a local, regional, state, or federal Declaration of Emergency. Governmental program planners must obtain the vaccine through voluntary means, such as donation; commercial sale; or federal, state, local, or private stockpiles, to be afforded liability immunity.

Section-by-Section Summary of “Declaration for Public Readiness and Emergency Preparedness Act Coverage for medical countermeasures against COVID-19”

1. Determination that COVID-19 constitutes a public health emergency
2. Factors Considered
 - a. dispensing, administration, and use of Covered Countermeasures
3. Recommended Activities
 - a. distribution, administration, and use of Covered Countermeasures
4. Liability Immunity
 - a. for recommended activities described in Section 3
5. Covered Persons who are afforded liability immunity:
 - a. Manufacturers
 - b. Distributors
 - c. Program Planners (schools qualify here)
 - i. PREP Act definition: A program planner means a state or local government, including an Indian tribe; a person employed by the state or local government; or other person who supervises or administers a program with respect to the administration, dispensing, distribution, provision, or use of a Covered Countermeasure, including a person who establishes requirements, provides policy guidance, or supplies technical or scientific advice or assistance or **provides a facility to administer or use a Covered Countermeasure in accordance with the Secretary's Declaration**. Under this definition, a private sector employer or community group or other “person” can be a program planner when it carries out the described activities.
 - d. Qualified Persons
 - i. Any person authorized by the Authority Having Jurisdiction to prescribe, administer, deliver, distribute, or dispense the covered countermeasures
 - ii. Any person authorized to do same under an Emergency Use Authorization under Section 564 and 564A of the FD&C Act
 - iii. Officials, agents, employees, contractors, and volunteers of Qualified Persons
6. Covered Countermeasures
 - a. Any antiviral, drug, biologic, diagnostic, device, or vaccine used to treat, diagnose, cure, prevent, or mitigate COVID-19 disease or its transmission
 - b. Must be a “qualified pandemic or epidemic product” or “security countermeasure” authorized under the PREP Act, FD&C Act, or the Public Health Service Act
7. Limitations on Distribution – liability immunity limited to covered persons engaged in recommended activities involving covered countermeasures that are related to:

- a. Federal contracts, cooperative agreements, grants, transactions, interagency agreements, MOUs, other federal agreements; or
 - b. Authorization to prescribe, administer, deliver, distribute, or dispense covered countermeasures following a declaration of emergency by an Authority Having Jurisdiction
 - c. “for governmental program planners only, liability immunity is afforded only to the extent such program planners obtain Covered Countermeasures through voluntary means, such as (1) donation; (2) commercial sale; (3) deployment of Covered Countermeasures from federal stockpiles; or (4) deployment of donated, purchased, or otherwise voluntarily obtained Covered Countermeasures from state, local, or private stockpiles.”
8. Category of Disease, Health Condition or Threat – COVID-19
9. Administration of Covered Countermeasures
 - a. Includes, among other activities, the management and operation of locations for the purpose of distributing and dispensing countermeasures
10. Population
 - a. Anyone who uses or is administered the covered countermeasures
 - b. Program planners and qualified persons receive liability immunity when the countermeasure is used by or administered to this population or someone the program planner/qualified person reasonably believes to be in this population
11. Geographic Area
 - a. Program planners and qualified persons receive liability immunity when countermeasures administered in any designated geographic area or someone reasonably believed to be in that geographic area
12. Effective Time Period
 - a. From date of Declaration of Emergency through the final day of the emergency declaration or October 1, 2024, whichever occurs first
13. Additional Time Period of Coverage
 - a. Additional 12 months of liability immunity is reasonable to limit administration of covered countermeasures as appropriate
 - b. Covered countermeasures obtained through the Strategic National Stockpile are covered through the date of administration or use
14. Countermeasures Injury Compensation Program
 - a. CICP benefits available to individuals or estates sustaining injury or death caused by the covered countermeasures
15. Amendments published in the Federal Register as warranted

Educational Broadband Corp.
8602 Frongate Ln.
Indianapolis, IN 46256

3431
71-1/863

Dec 30 2020

PAY TO THE
ORDER OF

Troutman Special School District \$162,871.00

One Hundred Sixty Two Thousand Eight Hundred Seventy One and 00/100

Old National Bank
Zionsville, IN

6000

[Signature]

⑆086300012⑆ 107973122⑆ 3431

Educational Broadband Corp.

8602 FrontGate Ln. Indianapolis, IN 46256 317-603-6000

January 6, 2021 .

Tim Haney, Director of Schools
Trenton Special School District
201 W. 10th St.
Trenton, TN 38382

Dear Tim,

Thank you for your patience and your help in the sale of the tower. I am enclosing a check for \$162,871.00 which represents the school's portion of the sale in accordance with our contract. The amount of the check differs slightly from our original discussion. Most of the difference came from the timing of the closing as it was previously calculated an August 2020 closing instead of a December 2020 closing and we both received 4 months more rent. That was somewhat of a prepayment. A small amount was a result of carefully checking the calculations and the contract. I did find a few things to correct which were not significant. I do believe that that K2 will be good to work with.

Tim, as I am sending this I came to realize that it was about 10 years ago that we started working together and I can say it has been a wonderful relationship. I would like to think there are more opportunities. There are 2 new developments that could become something. One is that the FCC is planning to give out new non-commercial educational FM stations where there is availability. The second one is mentioned in the attached news release. There is a lot to be learned about both, but for starters, would TSSD be interested in an FM radio station?

Most Sincerely,



Thomas P. Farrell, Pres.

Media Contact:

Anne Veigle, (202) 418-0506

anne.veigle@fcc.gov

For Immediate Release

**FCC SEEKS PUBLIC INPUT ON NEW \$3.2 BILLION EMERGENCY
BROADBAND BENEFIT PROGRAM**

***Initiative to Connect Low-Income Households Funded Through Recent
Congressional Appropriation Responds to FCC's Call to Keep Americans Connected***

WASHINGTON, January 4, 2021—The Federal Communications Commission's Wireline Competition Bureau today issued a request for comment on how best to administer a new \$3.2 billion Emergency Broadband Benefit Program created by Congress to help low-income consumers access the Internet. The Consolidated Appropriations Act of 2021 directed the Commission to create the program, which would reimburse participating companies for providing discounted broadband service and connected devices to eligible households during the COVID-19 pandemic.

"We're excited to get to work on this new program, which responds to my call last June for Congress to fund a program to advance the Keep Americans Connected initiative that we launched when the pandemic started," said FCC Chairman Ajit Pai. "The Emergency Broadband Benefit Program will go a long way to ensuring that low-income American families and veterans are connected during the pandemic, and that students can engage in remote learning with support from the program's funding for connected devices. Our staff is moving quickly to stand up this program so we can quickly direct funding to consumers who need the help, while also guarding against waste, fraud, and abuse. We look forward to getting public input on how best to structure this effort."

The Consolidated Appropriations Act sets forth several requirements for the program: To participate in the program, a provider must elect to participate and either be designated as an eligible telecommunications carrier or be approved by the Commission. Participating providers will make available to eligible households a monthly discount off the standard rate for an Internet service offering and associated equipment, up to \$50 per month. On Tribal lands, the monthly discount may be up to \$75 per month.

Participating providers will receive reimbursement from the Emergency Broadband Benefit Program for the discounts provided. Participating providers that also supply an eligible household with a laptop, desktop computer, or tablet (connected device) for use during the emergency period may receive a single reimbursement of up to \$100 for the connected device, if the charge to the eligible household for that device is more than \$10 but less than \$50. An eligible household may receive only one supported device. Providers must submit certain certifications to the Commission to receive reimbursement from the program, and the Commission is required to adopt audit requirements to ensure provider compliance and prevent

waste, fraud, and abuse. In structuring the program, the Commission seeks input on a range of issues including:

- Which providers can participate in the program and what do such providers need to do to elect to participate?
- How should the Commission set up an expedited process for approving broadband providers for areas where they are not eligible telecommunications carriers?
- How should the Commission and providers track participating households and verify that they are eligible?
- What services and connected devices are eligible for reimbursement from the program?
- How should the Commission structure the reimbursement process?
- What rules are needed to ensure appropriate service on Tribal lands?
- How should the Commission and participating providers promote awareness of the program?
- What requirements are needed for robust auditing and enforcement of federal rules?
- What reporting requirements are needed both during the program and at its conclusion?

###

Office of Chairman Pai: (202) 418-1000 / Twitter: @AjitPaiFCC / www.fcc.gov/leadership/ajit-pai

This is an unofficial announcement of Commission action. Release of the full text of a Commission order constitutes official action. See MCI v. FCC, 515 F.2d 385 (D.C. Cir. 1974).

January 7, 2021

By Federal Express

Trenton Special School District
Director of School
Attn: Mr. Tim Haney
201 West 10th Street
Trenton, TN 38382

RE: Notice of Assignment of Tower Site Lease Agreement from Educational Broadband Corp. ("Educational Broadband") to K2 Towers III, LLC relating to property at 2069 Highway 45 Bypass, Trenton, TN – Peabody High School (the "Property")

Dear Mr. Haney,

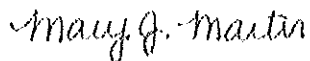
Effective as of December 30, 2020, Educational Broadband assigned its interest under the Tower Site Lease Agreement with you to another tower operator, K2 Towers III, LLC ("K2 Towers"). I enclose for your records a fully executed copy of the following documents; Second Amendment to Tower Site Lease Agreement, Amended and Restated Memorandum of Tower Site Lease Agreement, Assignment and Assumption of Real Property Lease, and Tower Space Lease Agreement for your records.

K2 will begin paying the monthly rent payment in January 2021. If you have any questions for K2 your contact is Audrey Jackson, Controller. She can be reached at (440) 528-0325 or ajackson@k2towers.com. You can also contact Greg Thompson, who is with K2's operations team, regarding your tower lease at (440) 263-8999 or gthompson@k2towers.com.

In addition, kindly update your records to reflect K2 Towers notice address of 57 E. Washington Street, Chagrin Falls, Ohio 44022.

Do not hesitate to reach out to me at (216) 566-5589 if you need any further information.

Sincerely,



Mary J. Martin

Enclosures

cc: Diane S. Leung, Esq.
Mr. Tom Farrell

Mary.Martin@thompsonhine.com Phone: 216.566.5589

4852-9928-0086.1

**Second Amendment to
Tower Site Lease Agreement**

This amendment to Tower Site Lease Agreement dated October 4, 2016, as previously amended by First Amendment to Tower Site Lease Agreement dated January 14, 2017 (together, the "Lease"), is by and between Trenton Special School District and Educational Broadband Corp. and shall become effective only upon the sale of the tower to K2 Towers II, LLC.

For good and valuable consideration, the parties hereby agree as follows:

A. That the Lease is amended by replacing **Section 3** with the following;

Lessee shall install and maintain its Equipment during the term of this Lease and any extensions thereof and shall remove the tower within ninety (90) days of termination, unless the Lessor so notifies Lessee of its intent to assume ownership upon termination of the Lease.

B. That the Lease is amended by replacing **Section 2** with the following;

The term of this Lease shall commence upon the 4th of October, 2016 and shall continue thereafter for ten (10) years. At the end of the term, this Lease will automatically renew for five (5) additional five (5)- year periods unless Lessee gives notice to Lessor at least 90 days prior to the expiration of then current term of its decision not to renew this Lease.

C. That the Lease is amended by replacing **Section 7** with the following;

Lessee shall pay rent to Lessor per month in advance on the first of each month beginning January 1, 2021. Rent shall be \$500 per month through September, 2026. Following that date, the rent shall increase by 10% every five years as follows unless Lessee gives notice to Lessor of its intent not to renew the Lease and vacates;

October 2026 thru September 2031	\$550.00 per month
October 2031 thru September 2036	\$605.00 per month
October 2036 thru September 2041	\$665.50 per month
October 2041 thru September 2046	\$732.05 per month
October 2046 thru September 2051	\$805.25 per month

D. That the legal descriptions of the leased premises, access easement and utility easement attached to the Lease are deleted and replaced with the legal descriptions attached hereto as Exhibit A. In addition, Lessor hereby grants to Lessee easements for guy anchors and guy wires in the locations currently occupied by the existing guy wires and guy anchors.

E. The parties certify that the following statements are true of the date hereof: (i) the Lease is in full force and effect and there are no defaults or violations under the terms of the Lease, (ii) all payments due and owing the Lessor have been paid current, (iii) neither the Lessor or the Lessee has any known claims against the other under the terms of the Lease and (iv) the Lease has not been further amended.

F. That the parties will enter into and record an amended memorandum of lease.

In Witness Whereof, the parties have caused this Second Amendment to be executed on December 30, 2020.

LESSOR: Trenton Special School District

BY: J. Haney *Tim Haney*

TITLE: Director of Schools

LESSEE: Educational Broadband Corp.

BY: _____

TITLE: President

E. The parties certify that the following statements are true of the date hereof: (i) the Lease is in full force and effect and there are no defaults or violations under the terms of the Lease, (ii) all payments due and owing the Lessor have been paid current, (iii) neither the Lessor or the Lessee has any known claims against the other under the terms of the Lease and (iv) the Lease has not been further amended.

F. That the parties will enter into and record an amended memorandum of lease.

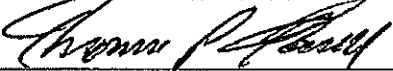
In Witness Whereof, the parties have caused this Second Amendment to be executed on December 30, 2020.

LESSOR: Trenton Special School District

BY: _____

TITLE: _____

LESSEE: Educational Broadband Corp.

BY: 

TITLE: President

EXHIBIT A

Property Description Tower Space and Access and Utility Easements Portion of the Trenton Special School District Property

LEASE PROPERTY DESCRIPTION

A parcel of real estate lying and being situate in the 7th Civil District of Gibson County, Tennessee east of U.S. Highway 45 Bypass, west of State Highway 186 and more particularly described as follows with bearings based on geodetic north:

BEGINNING at an iron pin (1/2"x18") with identification cap #2657 (typical of all iron pins set) set in the Trenton Special School District property as described in ORBV 134, page 53, said point being located north 01 degrees 34 minutes 35 seconds east 20.03 feet from an iron pin set at the northwest corner of the Educational Broadband Corporation lease property as described in Memorandum of Tower Site Lease Agreement recorded in ORBV 1009, page 1332; runs thence the following four new courses through the Trenton Special School District property:

thence south 85 degrees 33 minutes 40 seconds east 62.00 feet;

thence south 04 degrees 26 minutes 20 seconds west 68.00 feet;

thence north 85 degrees 33 minutes 40 seconds west 62.00 feet;

thence north 04 degrees 26 minutes 20 seconds east 68.00 feet to the point of beginning, containing 4215.98 square feet (0.097 acres) more or less as surveyed by Dodd Surveying, RLS #2657 and shown on plat of survey dated November 11, 2020.

This being a portion of the Trenton Special School District property as described in ORBV 134, page 53 in the Gibson County Register's Office.

Map 117, Parcel 17.03

ACCESS EASEMENT DESCRIPTION:

Access to the herein described tract is by a 25.00 feet wide non -exclusive easement; the centerline of which is described as follows: Beginning at a mag nail with disk set at the centerline intersection of the Peabody East Drive and State Highway 186; runs thence the following five courses with the centerline of said drive:

south 56 degrees 42 minutes 34 seconds west 387.03 feet

south 61 degrees 23 minutes 31 seconds west 432.64 feet

in a southwesterly direction with a curve to the right having a radius of 525.00 feet (chord bears south 59 degrees 11 minutes 24 seconds west 203.71 feet) an arc distance of 205.01:

in a southwesterly direction with a curve to the left having a radius of 60.00 feet (chord bears south 24 degrees 16 minutes 16 seconds west 47.71 feet) an arc distance of 49.06 feet;

and south 01 degrees 52 minutes 07 seconds west 690.18 feet

runs thence north 87 degrees 55 minutes 07 seconds west parallel to and 12.50 feet north of the most southerly edge of pavement of the Peabody High School south parking lot 543.81 feet; runs thence south 39 degrees 14 minutes 57 seconds west across an existing gravel lot 92.09 feet to a point in the east line of the 60.00 feet by 68.00 feet tract described above.

UTILITY EASEMENT DESCRIPTION:

This description is for a 25.00 feet wide utility easement from the existing Trenton Light and Water overhead service line, located on Trenton Special School District property, to the proposed 60.00 feet by 68.00 feet tower property which lies within the aforementioned school property; the centerline of which is described as follows with bearings based on geodetic north:

BEGINNING at a point in the north line of the 60.00 feet by 68.00 feet tower property, said point located south 85 degrees 33 minutes 39 seconds east 16.50 feet from an iron pin (1/2"x18") set with I.D. cap N2657 at the northwest corner of said property; runs thence north 15 degrees 31 minutes 34 seconds west 202.69 feet to an existing Trenton Light and Water utility pole, said pole being at the southeast corner of the existing Trenton Light and Water overhead service.

Prepared By:
K2 Towers III, LLC
57 East Washington Street
Chagrin Falls, Ohio 44022

AMENDED AND RESTATED
MEMORANDUM OF TOWER SITE LEASE AGREEMENT
(TRENTON, GIBSON COUNTY, TN)

This AMENDED AND RESTATED MEMORANDUM OF TOWER SITE LEASE

AGREEMENT ("Amended Memorandum") is made as of December 30, 2020 by and between TRENTON SPECIAL SCHOOL DISTRICT ("Lessor") having an address of 201 W. 10th Street, Trenton, Tennessee 38382, and EDUCATIONAL BROADBAND CORP., an Indiana corporation ("Lessee"), having an address of 8602 Frontgate Lane, Indianapolis, Indiana 46256.

W I T N E S S E T H:

A. Lessor and Lessee previously entered into a Tower Site Lease Agreement dated October 4, 2016, as amended by First Amendment to Tower Site Lease Agreement dated January 24, 2017 for the purpose of permitting Lessee to operate and maintain a communications facility and other ancillary improvements on a portion of Lessor's real property located in the City of Trenton, 7th Civil District of Gibson County, State of Tennessee (the "Original Leased Premises"). The Lease is evidenced by a Memorandum of Tower Site Lease Agreement, recorded October 7, 2016 in Record Book 1009, Page 1332 in the Register's Office of Gibson County, Tennessee, and is further evidenced by the First Amendment to that Tower Site Lease Agreement recorded February 2, 2017 in Record Book 1012, Page 2027 in Register's Office of Gibson County, Tennessee (together, the "Original Memorandum").

B. Lessor and Lessee have further amended the Lease by the Second Amendment to Tower Site Lease Agreement of even date herewith (the "Second Amendment" and together with the Tower Site Lease Agreement and the First Amendment to Tower Site Lease Agreement, the "Lease") to, among other things, amend the Original Leased Premises description and replace it with the real property description set forth in this Amended Memorandum and restate some of the other terms of the Lease.

C. Lessor and Lessee have signed and are recording this Amended Memorandum to amend and restate the Original Memorandum.

NOW, THEREFORE, for good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties hereto represent as follows:

1. Defined Terms. All capitalized terms not defined herein have the meanings ascribed to them in the Lease.
2. Term; Extended Terms. The initial term of the Lease commenced on October 4, 2016 and expires on October 4, 2026. The Lease will automatically renew for five (5) five-year terms in accordance with and subject to the provisions and conditions of the Lease.
3. Leased Premises. The legal description for the Lessee's leased premises is set forth on Exhibit A attached hereto and incorporated herein by reference (the "Leased Premises").
4. Easements. The access easement over the Landlord's real property benefitting the Leased Premises is described on Exhibit B attached hereto and incorporated herein by reference and the utility easement over the Landlord's real property benefitting the Leased Premises is described on Exhibit C attached hereto and incorporated herein. Lessor also grants easements for guy anchors and guy wires in the locations currently occupied by the existing guy wires and guy anchors.
5. Incorporation. This Amended Memorandum incorporates by reference all of the terms of the Lease. In the event of a conflict between this Amended Memorandum and the Lease, the Lease will control.
6. Counterparts. This Amended Memorandum may be executed in counterparts, each of which will be deemed an original document, but all of which will constitute a single document.

[Remainder of Page Intentionally Left Blank, Signature Pages to Follow]

[Signatures continued from the previous page]

LESSEE

EDUCATIONAL BROADBAND CORP., an
Indiana corporation

By: *Thomas P. Farrell*
Name: Thomas P. Farrell
Title: Pres.

STATE OF Tennessee)
) SS:
COUNTY OF Gibson)

On this 23rd day of December, 2020, before me, a Notary Public of the state and county mentioned, personally appeared Thomas P. Farrell, to me known (or proved to me on the basis of satisfactory evidence), and who, under oath, acknowledged such person to be the President of EDUCATIONAL BROADBAND CORP., and that such person as President, executed the foregoing instrument for the purposes therein contained, by personally signing the name of EDUCATIONAL BROADBAND CORP., as such President.

Witness my hand and seal, at office in Gibson County, TN, this 23rd day of December, 2020.

Stephen L. Hughes
Notary Public
Print Name: Stephen L. Hughes
My Commission Expires: 9-14-22

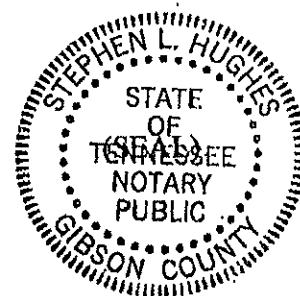


EXHIBIT A

LEGAL DESCRIPTION OF LEASED PREMISES

A parcel of real estate lying and being situate in the 7th Civil District of Gibson County, Tennessee east of U.S. Highway 45 Bypass, west of State Highway 186 and more particularly described as follows with bearings based on geodetic north:

BEGINNING at an iron pin (1/2"x18") with identification cap #2657 (typical of all iron pins set) set in the Trenton Special School District property as described in ORBV 134, page 53, said point being located north 01 degrees 34 minutes 35 seconds east 20.03 feet from an iron pin set at the northwest corner of the Educational Broadband Corporation lease property as described in Memorandum of Tower Site Lease Agreement recorded in ORBV 1009, page 1332; runs thence the following four new courses through the Trenton Special School District property:

thence south 85 degrees 33 minutes 40 seconds east 62.00 feet;

thence south 04 degrees 26 minutes 20 seconds west 68.00 feet;

thence north 85 degrees 33 minutes 40 seconds west 62.00 feet;

thence north 04 degrees 26 minutes 20 seconds east 68.00 feet to the point of beginning, containing 4215.98 square feet (0.097 acres) more or less as surveyed by Dodd Surveying, RLS #2657 and shown on plat of survey dated November 11, 2020.

This being a portion of the Trenton Special School District property as described in ORBV 134, page 53 in the Gibson County Register's Office.

EXHIBIT B

LEGAL DESCRIPTION OF ACCESS EASEMENT

Access to the herein described tract is by a 25.00 feet wide non -exclusive easement; the centerline of which is described as follows: Beginning at a mag nail with disk set at the centerline intersection of the Peabody East Drive and State Highway 186; runs thence the following five courses with the centerline of said drive:

south 56 degrees 42 minutes 34 seconds west 387.03 feet

south 61 degrees 23 minutes 31 seconds west 432.64 feet

in a southwesterly direction with a curve to the right having a radius of 525.00 feet (chord bears south 59 degrees 11 minutes 24 seconds west 203.71 feet) an arc distance of 205.01;

in a southwesterly direction with a curve to the left having a radius of 60.00 feet (chord bears south 24 degrees 16 minutes 16 seconds west 47.71 feet) an arc distance of 49.06 feet;

and south 01 degrees 52 minutes 07 seconds west 690.18 feet

runs thence north 87 degrees 55 minutes 07 seconds west parallel to and 12.50 feet north of the most southerly edge of pavement of the Peabody High School south parking lot 543.81 feet; runs thence south 39 degrees 14 minutes 57 seconds west across an existing gravel lot 92.09 feet to a point in the east line of the 60.00 feet by 68.00 feet tract described above.

EXHIBIT C

LEGAL DESCRIPTION OF UTILITY EASEMENT

This description is for a 25.00 feet wide utility easement from the existing Trenton Light and Water overhead service line, located on Trenton Special School District property, to the proposed 60.00 feet by 68.00 feet tower property which lies within the aforementioned school property; the centerline of which is described as follows with bearings based on geodetic north:

BEGINNING at a point in the north line of the 60.00 feet by 68.00 feet tower property, said point located south 85 degrees 33 minutes 39 seconds east 16.50 feet from an iron pin (1/2"x18") set with I.D. cap N2657 at the northwest corner of said property; runs thence north 15 degrees 31 minutes 34 seconds west 202.69 feet to an existing Trenton Light and Water utility pole, said pole being at the southeast corner of the existing Trenton Light and Water overhead service.

Parcel No. 117 017.03
Surveyor Name: Jonathan Dodd, Dodd Surveying
License No.: RLS #2657
Address: 109 Jerald White Rd., Friendship, TN 38034

Prepared By:
K2 Towers III, LLC
57 East Washington Street
Chagrin Falls, Ohio 44022

PIN No.: Portion of
117 017.03

ASSIGNMENT AND ASSUMPTION OF REAL PROPERTY LEASE
(TRENTON, GIBSON COUNTY, TENNESSEE)

THIS ASSIGNMENT AND ASSUMPTION OF REAL PROPERTY LEASE (this "Assignment") is made effective as of December 30, 2020, ("Effective Date"), by and between EDUCATIONAL BROADBAND CORP., an Indiana corporation ("Assignor"), whose address is 8602 Frontgate Lane, Indianapolis, Indiana 46256, and K2 TOWERS III, LLC, a Delaware limited liability company ("Assignee"), whose address is 57 East Washington Street, Chagrin Falls, Ohio 44022.

BACKGROUND RECITALS:

A. Assignor, as lessee, and Trenton Special School District ("Lessor") are parties to a Tower Site Lease Agreement dated October 4, 2016, as amended by First Amendment to Tower Site Lease Agreement dated January 24, 2017 for the purpose of permitting Lessee to operate and maintain a communications facility and other ancillary improvements on a portion of Lessor's real property located in the City of Trenton, 7th Civil District of Gibson County, State of Tennessee (the "Original Leased Premises"). The Lease is evidenced by a Memorandum of Tower Site Lease Agreement, recorded October 7, 2016 in Record Book 1009, Page 1332 in the Register's Office of Gibson County, Tennessee, and is further evidenced by the First Amendment to that Tower Site Lease Agreement recorded February 2, 2017 in Record Book 1012, Page 2027 in Register's Office of Gibson County, Tennessee (together, the "Original Memorandum"). Assignor and Lessor further amended the Lease by the Second Amendment to Tower Site Lease

Agreement of even date herewith, evidenced by an Amended and Restated Memorandum of Tower Site Lease Agreement of even date herewith and recorded prior to this Assignment with the Register's Office of Gibson County, Tennessee (the "Second Amendment" and together with the Tower Site Lease Agreement and the First Amendment to Tower Site Lease Agreement, the "Real Property Lease")

B. Assignor has agreed to transfer and assign to Assignee all of its right, title and interest in and to the Real Property Lease and Assignee has agreed to accept an assignment thereof.

C. The Real Property Lease covers a portion of Lessor's real property, which portion of Lessor's real property is more particularly described on Exhibit A attached hereto and incorporated herein by this reference.

D. This Assignment is made pursuant to the Purchase and Sale Agreement dated September 29, 2020 between Assignor, as seller, and K2 Towers II, LLC ("K2 II"), as buyer (the "Purchase Agreement"), which Purchase Agreement was assigned by K2 II to Assignee pursuant to the Assignment of Purchase and Sale Agreements dated November 23, 2020.

OPERATIVE PROVISIONS:

NOW, THEREFORE, for and in consideration of the sum of \$10.00, the mutual covenants and conditions contained herein, as well as other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, the parties hereto agree as follows:

1. The Background Recitals are true and correct and are incorporated herein by this reference.

2. Any capitalized terms not defined herein have the meanings ascribed to them in the Purchase Agreement.

3. Assignor hereby transfers and assigns to Assignee as of the Effective Date all of its right, title and interest in and to the Real Property Lease, together with any amendments to the Real Property Lease. Assignee hereby assumes and agrees to perform from and after the Effective Date all of the Assignor's obligations under the Real Property Lease upon the terms and conditions set forth in the Real Property Lease. From and after the Effective Date, Assignee shall be for all purposes the lessee under the Real Property Lease.

4. Except as expressly set forth herein, the terms of the Real Property Lease shall remain in full force and effect, unaltered by this Assignment.

5. Assignor and Assignee acknowledge and agree that nothing in this Assignment shall be deemed to contravene or supersede the terms of the Purchase Agreement.

6. This Assignment may be executed in counterparts, each of which will be deemed an original, but all of which together will constitute but one and the same instrument.

[Signatures on the following pages]

IN WITNESS WHEREOF, the parties hereto have caused this Assignment to be duly executed as of the date first above written.

ASSIGNOR:

EDUCATIONAL BROADBAND CORP., an
Indiana corporation

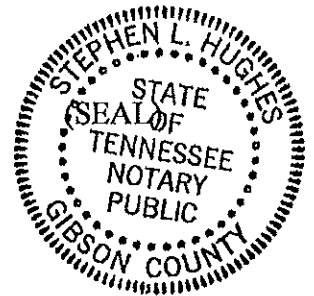
By: [Signature]
Name: Thomas P. Farrell
Title: Pres

STATE OF Tennessee)
) SS:
COUNTY OF Gibson)

On this 23rd day of December, 2020, before me, a Notary Public of the state and county mentioned, personally appeared Thomas P. Farrell, to me known (or proved to me on the basis of satisfactory evidence), and who, under oath, acknowledged such person to be the President of EDUCATIONAL BROADBAND CORP., and that such person as President, executed the foregoing instrument for the purposes therein contained, by personally signing the name of EDUCATIONAL BROADBAND CORP., as such President.

Witness my hand and seal, at office in Gibson County, TN, this 23rd day of December, 2020.

[Signature]
Notary Public
Print Name: Stephen L. Hughes
My Commission Expires: 8-14-22

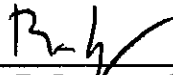


[Signatures continued on following page]

[Signatures continued from the previous page]

ASSIGNEE:

K2 TOWERS III, LLC, a Delaware limited liability company

By: 
Ryan D. Lepene, Co-President

STATE OF OHIO)
) SS:
COUNTY OF CUYAHOGA)

The foregoing instrument was acknowledged before me this 18th day of December, 2020, by Ryan D. Lepene, Co-President of K2 TOWERS III, LLC, a Delaware limited liability company, on behalf of the limited liability company. This is an acknowledgment certificate. No oath or affirmation was administered to the signer with regard to this notarial act.


NOTARY PUBLIC

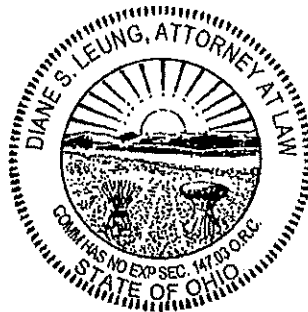


EXHIBIT A

LEGAL DESCRIPTION

A parcel of real estate lying and being situate in the 7th Civil District of Gibson County, Tennessee east of U.S. Highway 45 Bypass, west of State Highway 186 and more particularly described as follows with bearings based on geodetic north:

LEASE AREA

BEGINNING at an iron pin (1/2"x18") with identification cap #2657 (typical of all iron pins set) set in the Trenton Special School District property as described in ORBV 134, page 53, said point being located north 01 degrees 34 minutes 35 seconds east 20.03 feet from an iron pin set at the northwest corner of the Educational Broadband Corporation lease property as described in Memorandum of Tower Site Lease Agreement recorded in ORBV 1009, page 1332; runs thence the following four new courses through the Trenton Special School District property:

thence south 85 degrees 33 minutes 40 seconds east 62.00 feet;

thence south 04 degrees 26 minutes 20 seconds west 68.00 feet;

thence north 85 degrees 33 minutes 40 seconds west 62.00 feet;

thence north 04 degrees 26 minutes 20 seconds east 68.00 feet to the point of beginning, containing 4215.98 square feet (0.097 acres) more or less as surveyed by Dodd Surveying, RLS #2657 and shown on plat of survey dated November 11, 2020.

This being a portion of the Trenton Special School District property as described in ORBV 134, page 53 in the Gibson County Register's Office.

ACCESS EASEMENT

Access to the herein described tract is by a 25.00 feet wide non -exclusive easement; the centerline of which is described as follows: Beginning at a mag nail with disk set at the centerline intersection of the Peabody East Drive and State Highway 186; runs thence the following five courses with the centerline of said drive:

south 56 degrees 42 minutes 34 seconds west 387.03 feet

south 61 degrees 23 minutes 31 seconds west 432.64 feet

in a southwesterly direction with a curve to the right having a radius of 525.00 feet (chord bears south 59 degrees 11 minutes 24 seconds west 203.71 feet) an arc distance of 205.01:

in a southwesterly direction with a curve to the left having a radius of 60.00 feet (chord bearing south 24 degrees 16 minutes 16 seconds west 47.71 feet) an arc distance of 49.06 feet;

and south 01 degrees 52 minutes 07 seconds west 690.18 feet

runs thence north 87 degrees 55 minutes 07 seconds west parallel to and 12.50 feet north of the most southerly edge of pavement of the Peabody High School south parking lot 543.81 feet; runs thence south 39 degrees 14 minutes 57 seconds west across an existing gravel lot 92.09 feet to a point in the east line of the 60.00 feet by 68.00 feet tract described above.

UTILITY EASEMENT

This description is for a 25.00 feet wide utility easement from the existing Trenton Light and Water overhead service line, located on Trenton Special School District property, to the proposed 60.00 feet by 68.00 feet tower property which lies within the aforementioned school property; the centerline of which is described as follows with bearings based on geodetic north:

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Parcel No. 117 017.03
Surveyor Name: Jonathan Dodd, Dodd Surveying
License No.: RLS #2657
Address: 109 Jerald White Rd., Friendship, TN 38034

K2 Towers III Site: TN-2, Trenton
Tenant Site:

TOWER SPACE LEASE AGREEMENT

THIS TOWER SPACE LEASE AGREEMENT (this "Lease") is made as of the Effective Date by and between Landlord and Tenant:

BACKGROUND

A. Landlord has a ground leasehold estate in certain real property located in the City of Trenton, County of Gibson, State of Tennessee as more particularly described in Exhibit A attached hereto and incorporated herein by reference (the "Landlord's Premises") upon which is located Landlord's communications tower (the "Tower") and related property.

1. Basic Terms: This Lease is made with reference to the following basic terms:

1.1 Effective Date: December 30, 2020

1.2 Landlord: K2 Towers III, LLC, a Delaware limited liability company.

1.3 Tenant: Trenton Special School District.

1.4 Leased Space: Space on the Tower for the continued placement of Tenant's communications equipment on Landlord's communications tower as more particularly described on Exhibit D attached hereto and incorporated herein by reference and ground space for placement of an equipment shelter [or ___ square feet of space in Landlord's equipment shelter] for placement of Tenant's additional communications equipment (collectively, "Tenant's Facilities").

1.5 Initial Term: Five (5) years.

1.6 Extended Terms, if any: Nineteen (19) periods of five (5) years each.

1.7 Rent: One Dollar (\$1.00) for the Initial Term and each Extended Term.

1.8 Tenant's Notice Address: Trenton Special School District
201 W. 10th Street
Trenton, Tennessee 38382
Attention: _____

1.9 Landlord's Notice Address: K2 Towers III, LLC
57 East Washington Street
Chagrin Falls, Ohio 44022
Attention: F. Howard Mandel

2. Lease of Space. Upon the terms and conditions set forth herein, Landlord hereby leases to Tenant and Tenant hereby leases from Landlord the Leased Space. All of Tenant's rights hereunder are subject to the right of Landlord to grant to others similar leases for space on the Tower at heights above or below Tenant's Facilities provided such other tenants do not interfere with the signals of Tenant's Facilities.

3. Access and Utility Easements.

3.1 Access and Utility Easements. Landlord hereby grants Tenant the non-exclusive right to use the Landlord's Premises and the Access and Utility Easements as necessary to access the Leased Space and

service Tenant's Facilities twenty-four (24) hours a day, seven (7) days a week, subject to such reasonable rules and regulations as Landlord may impose.

3.2 Utilities. Tenant may install an electrical current meter on the Leased Space. Tenant shall have the right to run underground or overhead utility lines directly or in such a manner as may be reasonably necessary from the utility source to Tenant's Facilities. The cost of such meter and the installation, maintenance and repairs thereof shall be paid by Tenant. Tenant and any utility company providing services to Tenant shall have access to all portions of the Landlord's Premises as is reasonably necessary for the installation, maintenance and/or repair of such utility services provided that such access does not materially interfere with Landlord's or Landlord's other subtenants' normal use of the Landlord's Premises. Tenant shall be responsible for the cost of the utilities it consumes. If there is no separate meter on Landlord's Premises, Tenant shall pay its prorata share of the utility charges within fifteen (15) days of receipt from Landlord of a statement prorating the utilities and a copy of the utility bill being prorated.

4. Term; Holding Over.

4.1 Term. The initial term of this Lease shall be as provided in Section 1.5, commencing on the Effective Date and terminating on midnight on the last day of the term (the "Initial Term").

4.2 Extended Terms. Upon the end of the Initial Term or an Extended Term, unless Tenant is then in default hereunder, this Lease will automatically be extended for an Extended Term (but not to exceed the total number of Extended Terms specified in Section 1.6) unless Tenant gives notice to the contrary no less than ninety (90) days prior to the end of the then existing Initial Term or Extended Term.

4.3 Holding Over. If after the end of the last Extended Term, should Tenant remain in possession of the Leased Space without executing a new lease, Tenant shall become a tenant on a month-to-month basis on the same terms and conditions of this Lease and such month-to-month tenancy may continue until either party hereto serves upon the other written notice of its intention to terminate such tenancy with thirty (30) days prior written notice.

5. Rent.

5.1 On the Effective Date, Tenant shall pay all Rent for the Initial Term and the Renewal Terms.

5.2 Tenant covenants and agrees to pay to Landlord during the Term the Rent payable to Landlord in advance on the Effective Date and on the same date of each calendar month thereafter if Rent is payable monthly or on each anniversary of the Effective Date thereafter if Rent is payable annually at the address designated in Section 1.9 hereof or at another address designated by Landlord in accordance with Section 21.

6. Use. Tenant shall use the Leased Space, the Access Easement and the Utility Easement for the purpose of installing, maintaining, repairing and operating Tenant's Facilities, all in a manner that will not unreasonably interfere with the occupancy of Landlord's other tenants. No other use shall be permitted without the prior written consent of Landlord.

7. Modifications to Tenant's Facilities. Upon the written approval (Notice to Proceed) of Landlord, Tenant shall have the right, at its sole expense, to modify Tenant's Facilities. Tenant shall submit to Landlord with each request for such approval a newly completed description of Tenant's Facilities in the same form as the current Exhibit D. If Landlord, in its commercially reasonable discretion, determines that Tenant's Facilities will increase the number of antenna or weight of the Tenant's Facilities to the extent that the Tower will be over-stressed or otherwise adversely impacted, then at Landlord's request, Tenant will submit a completed Tower analysis, prepared by the Tower manufacturer or engineering firm

approved by Landlord, showing any and all installations, modifications or relocation of any Facilities. The Tower analysis shall also include information demonstrating continued compliance with the Tower manufacturer's warranty requirements, current EIA/TIA standards, any other legal requirements for the Tower, or any other information reasonably requested by Landlord. Following modification to Tenant's Facilities, Tenant shall provide to Landlord, at Tenant's expense, updated, as-built, Tower drawings documenting all installed Tenant's Facilities on the Tower. No modifications to Tenant's Facilities as currently described on Exhibit D to this Lease, including without limitation modifications to amount, type, size or height of Tenant's Facilities or change in the type of service or frequencies used, will be permitted without the prior written approval (Notice to Proceed) of Landlord. If Tenant, with the prior written consent of Landlord, as set forth in this Section 7, desires to modify Tenant's Facilities, Landlord reserves the right to increase the Rent for such modifications to Tenant's Facilities provided, however, that Landlord will not request a rent increase (a) if Tenant exchanges existing Tenant's Facilities with equipment of comparable type, size and weight or (b) if additions to Tenant's Facilities are not, in Landlord's commercially reasonable discretion, significant. Any changes that require tower modifications will be deemed to be significant changes.

8. Relocation of Tenant's Facilities. Landlord reserves the right to change the location of Tenant's Facilities on the Tower upon thirty (30) days written notice to Tenant to accommodate the communications equipment of Landlord's other subtenants on the condition that Landlord provides to Tenant another space on the Tower that is reasonably acceptable to Tenant. Tenant shall relocate Tenant's Facilities, at Landlord's expense, within thirty (30) days of receipt of any such notice from Landlord.

9. Insurance. Tenant shall, at its expense, maintain during the Initial Term and any Extended Term, comprehensive general liability and property liability insurance with liability limits of not less than One Million Dollars (\$1,000,000.00) for injury to or death of one or more persons in any one occurrence, and Five Hundred Thousand Dollars (\$500,000.00) for damage to or destruction of property in any one occurrence. Landlord shall be named as an additional insured, as its interest may appear, and the policies shall contain cross liability endorsements. Tenant may carry said insurance under a blanket policy. Tenant shall deliver to Landlord, upon request, certificates evidencing the existence and amounts of such insurance. No policy shall be cancelable or subject to reduction of coverage except after ten (10) days prior written notice to Landlord.

10. Termination. Without limiting any other termination rights set forth in this Lease, this Lease may be terminated by Tenant upon sixty (60) days notice to Landlord for the following reasons: (a) if Tenant does not obtain or maintain any license, permit, or other approval necessary for the construction or operation of Tenant's Facilities or (b) if Tenant is unable to occupy and utilize the Leased Space due to an action of the FCC, including, without, limitation, a take back of channels or change in frequencies. In addition to other Landlord rights of termination, Landlord may terminate this Lease upon thirty (30) days notice to Tenant in the event Landlord loses its right to Landlord's Premises due to an unexpected termination of the ground lease through no fault of Landlord.

11. Defaults and Remedies:

(a) Notwithstanding anything in this Lease to the contrary, Tenant shall not be in default under this Lease for the failure to perform obligations under this Lease for the payment of money until three (3) days after its scheduled due date, and neither Landlord or Tenant shall be in default under this Lease for failure to perform any other obligation under this Lease until thirty (30) days after receipt of written notice of the act or omission constituting the default; provided, however, where any such non-monetary default cannot reasonably be cured within thirty (30) days, neither party shall be deemed to be in default under this Lease if such defaulting party commences to cure such default within said thirty (30) day period and thereafter diligently pursues such cure to completion.

(b) Should Tenant (i) fail to perform any obligations under this Lease for the payment of money and such failure shall continue through the grace period provided in Section 11(a) above or (ii) breach any material term or covenant in this Lease and such breach shall continue uncured thirty (30) days following the receipt of written notice as provided in Section 11(a) above, Landlord may terminate this Lease, effective upon receipt of written notice by Tenant.

(c) Should Landlord breach any material term or covenant in this Lease or fail to perform any obligation under this Lease and such breach shall continue uncured thirty (30) days following the receipt of written notice as provided in Section 11(a) above, Tenant may terminate this Lease effective upon receipt of written notice by Landlord or, at its option, cure such default.

12. Taxes. Tenant shall be responsible for the reporting and payment when due of any tax related to Tenant's ownership or operation of Tenant's Facilities and such reporting and payment shall be made directly to the appropriate taxing authority. Within thirty (30) days after receipt of reasonably satisfactory documentation, Tenant shall also pay (a) any of Landlord's taxes (other than income taxes) or assessments attributable to Tenant's Facilities or Tenant's operations on the Leased Space and (b) Tenant's pro rata share (as reasonably calculated by Landlord) of any taxes, assessments or expenses incurred by Landlord with regard to the use, ownership or operations of the Landlord's Premises and the Tower.

13. Tests. Throughout the Initial Term and any Extended Term, Tenant shall have the right, with the consent of Landlord, which consent shall not be unreasonably withheld, to conduct radio coverage and other tests and conduct any other investigations needed to determine if the Leased Space is suitable for the operation, maintenance, repair and replacement of Tenant's Facilities.

14. Landlord's Covenants. Landlord covenants that during the term of this Lease it shall:

(a) maintain the Tower and surrounding area in a safe condition;

(b) be responsible for compliance with the Tower marking, lighting, maintenance, inspection, recording, registration, and notification requirements of the Federal Communications Commissions (the "FCC") and the Federal Aviation Administration.

(c) except as otherwise set forth in this Lease, take no action which would adversely affect the Tenant's use of the Leased Space; and

(c) upon Tenant's payment of rent and performance of its covenants, ensure Tenant's quiet use and enjoyment of the Leased Space, subject, if Landlord leases the Landlord's Premises, to all of the terms and conditions of the ground lease for the Landlord's Premises, a copy of which, if any, is attached hereto as Exhibit E and incorporated herein by reference.

15. Tenant's Covenants. Tenant covenants that Tenant's Facilities, and all installation, operation and maintenance associated therewith, will:

(a) perform all work and conduct all operations in a good and workmanlike manner, in compliance with all applicable laws, rules and regulations and without creating the possibility that liens will attach to the Landlord's Property;

(b) in no way damage Landlord's Tower, Landlord's Premises or any other structure or accessories thereto, normal wear and tear excepted;

(c) not in any manner interfere with Landlord's or any Prior User's (as defined herein) operations, including without limitation, its operation of equipment, authorized frequency spectrum or

signal strength. "Prior User" shall mean an existing user who has commenced a lease, license or other similar agreement with Landlord for the Tower prior to the Effective Date hereof. In the event there is interference, Landlord shall have a third party, chosen by Landlord in its sole discretion, evaluate such interference problems. In the event such third party determines that Tenant's Facilities are interfering with the operation of Landlord's or a Prior User's equipment, authorized frequency spectrum or signal strength, Tenant shall immediately take all steps recommended by such third party necessary to eliminate the interference including, if required, cutting off power to the objectionable equipment. If Tenant cannot immediately eliminate the interference, Tenant will remove or cease operation of the objectionable equipment. In the event Tenant ("Changing Party") modifies, relocates, adds, or changes Tenant's Facilities in any way ("Facility Changes") after the Effective Date hereof and the third party chosen by Landlord determines, in its sole discretion, that Tenant's Facility Changes are interfering with the operation of Landlord's or any user's equipment, authorized frequency spectrum or signal strength, Tenant, as Changing Party, shall immediately take all steps recommended by such third party necessary to eliminate the interference including, if required, cutting off power to the Facility Changes. If the Changing Party cannot immediately eliminate the interference, Changing Party will remove or cease operation of the Facility Changes. Additionally, Tenant shall not interfere with Landlord's use of the Tower, the provision of services to Landlord's customers, or the use of the Tower by other users. Such interference shall be deemed a material breach of this Lease.

(d) not interfere with the maintenance of Landlord's Tower or Tower lighting system, if any;

(e) identify Tenant's Facilities with metal tags fastened securely to its bracket on the Tower and to each transmission line;

(f) comply with all federal, state and local laws, rules and regulations governing Tenant's Facilities including, without limitation, those of the FCC relating to radio frequency emissions;

(g) upon expiration or termination of this Lease, remove all of Tenant's Facilities from the Landlord's Premises and restore the Leased Space to its original condition, normal wear and tear excepted. In the event Tenant has not removed Tenant's Facilities at the time of expiration or termination of the Lease, Tenant shall pay Rent at the then existing rate or on the existing monthly pro-rata basis if based upon a longer payment term until such time as the removal of Tenant's Facilities are completed. In the event Tenant does not remove Tenant's Facilities at the time of expiration or termination of this Lease, Landlord shall have the right to remove, store and/or dispose of Tenant's Facilities, at Tenant's sole expense, and Tenant shall reimburse Landlord for such expenses upon demand. If Landlord removes Tenant's Facilities, Landlord shall not be responsible for any damage to Tenant's Facilities during the removal, storage or disposal thereof. Tenant's Facilities shall be and remain the sole and exclusive personal property of Tenant, subject to Landlord's rights under this Section 15 (g).

16. Assignment. Without the prior written consent of Landlord, Tenant may not assign, transfer, sublet, mortgage or otherwise encumber all or any part of the Leased Space or permit the use by others of the Leased Space or of Tenant's Facilities.

17. Condemnation or Taking; Damage or Destruction. In the event that any governmental, quasi-governmental agency or other public body exercises its power of eminent domain and thereby takes all or part of Landlord's Premises or the Leased Space, or in the event of any damage to or destruction of the Landlord's Premises or the Leased Space, which renders the Landlord's Premises or Tenant's Facilities inoperable or unusable thereby making it physically or financially unfeasible, as determined by either party in its sole discretion, for the Landlord's Premises or the Leased Space to be used in the manner it was intended to be used by Landlord or Tenant under this Lease, either party shall have the right to terminate this Lease effective as of the date the condemning agency takes possession or as of the date of the damage or destruction, as the case may be, and the rental shall be equitably prorated. If only a portion

of Landlord's Premises or the Leased Space is taken by eminent domain, damaged or destroyed, and this Lease is not terminated by one of the parties, then this Lease shall continue.

18. Consents and Approvals. Tenant shall maintain the permits necessary for Tenant's Facilities. Upon execution of this Lease, Landlord agrees to cooperate with Tenant in all respects in connection with any application made by Tenant to any governmental authority for any license, permit or approval or renewal thereof. Procurement of licenses, permits and/or approvals necessary for the construction, maintenance and operation of Tenant's Facilities shall be made at Tenant's expense, and Landlord shall have no obligations with respect thereto.

19. Estoppel Certificates, Acknowledgment of Rights, and other Similar Documents. Landlord and Tenant each agree that each will from time to time, within ten (10) days after request by the other party, execute and deliver an estoppel certificate, acknowledgement of rights or other similar statement, in a form that is reasonably acceptable to both Landlord and Tenant certifying that (a) this Lease is unmodified and in full force and effect (or if there have been modifications, that the same is in full force and effect as so modified); (b) stating the dates to which rent and other charges payable hereunder have been paid; (c) stating that the other party is not in default hereunder (or if there is a default stating the nature of such alleged default); and (d) acknowledging the rights of the other party to this Lease, and further stating such other matters as the parties shall reasonably require.

20. Environmental Matters. Landlord and Tenant each covenant and agree that it shall not generate, store, treat, transport, handle, dispose of, or release any hazardous substance or solid, liquid, or gaseous waste on or around Landlord's Premises or the Leased Space in a manner that would give rise to any material liability under any statute or governmental regulation and will indemnify the other from and against any loss, damage, or injury caused to the other party due to a violation of this covenant.

21. Notices. Notices will be effective if and when sent by registered or certified U.S. mail or reputable same-day or overnight courier, postage prepaid or otherwise accounted for by sender, and sent to the addresses set forth in Section 1.8 and 1.9 above. Any party may change the address to which notices are to be addressed by giving the other party notice in the manner set forth in this Section 21.

22. Entire Agreement and Binding Effect. This Lease and any attached Exhibits constitute the entire agreement between Landlord and Tenant. No prior written or prior, contemporaneous or subsequent oral promises or representations shall be binding. This Lease shall not be amended or changed except by written instrument signed by authorized representatives of the parties hereto. The provisions of this Lease shall be binding upon and inure to the benefit of the heirs, executors, administrators, successors and assigns of the parties.

23. Due Authorization. If Landlord or Tenant is a corporation, partnership or limited liability company, the undersigned of each represents that he or she is a duly authorized to execute this Lease and bind Landlord to the terms hereof.

24. Counterparts. This Lease may be executed in any number of counterparts, each of which shall be an original, but all of which together shall constitute but one instrument.

25. Memorandum of Lease. Upon request of Tenant, Landlord agrees, following the execution of this Lease, to execute a short form of Memorandum of Lease in compliance with the laws of the state in which the Leased Space are located. Tenant, at its sole expense, shall have the right to file the Memorandum of Lease of record in the county and state where the Leased Space is located.

26. Time is of the Essence. Time is of the essence of this Lease and each and all of its provisions.

27. Governing Law. This Lease shall be construed and governed in accordance with the laws of the state in which the Landlord's Premises is located.

28. Severability. If any term, covenant, condition or provision of this Lease or application thereof shall, to any extent, be invalid or unenforceable, the remainder of this Lease shall not be affected thereby, and shall be valid and enforceable to the fullest extent permitted by law.

29. Waiver. No failure or delay of the parties hereto to exercise their rights hereunder or to insist upon the strict compliance with any obligation imposed hereunder, and no course of dealing or custom or practice of either party hereto at variance with any term hereof, shall constitute a waiver or a modification of the terms hereof or the right to demand strict compliance with the terms hereof.

[Signatures are on the following page]

Executed by the parties' duly authorized representatives as of the Effective Date.

LANDLORD:

K2 TOWERS III, LLC, a Delaware limited liability company

By: _____
Ryan D. Lepene, Co-President

TENANT:

TRENTON SPECIAL SCHOOL DISTRICT

By: Tim Haney
Name: Tim Haney
Title: Director of Schools

EXHIBITS AND SCHEDULES

EXHIBITS

Legal Description of Landlord's Premises
Legal Description of Access Easement
Legal Description of Utility Easement
Description of Tenant's Facilities
Copy of Ground Lease, if any

A
B
C
D
E



EXHIBIT A

LEGAL DESCRIPTION OF LANDLORD'S PREMISES

A parcel of real estate lying and being situate in the 7th Civil District of Gibson County, Tennessee east of U.S. Highway 45 Bypass, west of State Highway 186 and more particularly described as follows with bearings based on geodetic north:

BEGINNING at an iron pin (1/2"x18") with identification cap #2657 (typical of all iron pins set) set in the Trenton Special School District property as described in ORBV 134, page 53, said point being located north 01 degrees 34 minutes 35 seconds east 20.03 feet from an iron pin set at the northwest corner of the Educational Broadband Corporation lease property as described in Memorandum of Tower Site Lease Agreement recorded in ORBV 1009, page 1332; runs thence the following four new courses through the Trenton Special School District property:

thence south 85 degrees 33 minutes 40 seconds east 62.00 feet;

thence south 04 degrees 26 minutes 20 seconds west 68.00 feet;

thence north 85 degrees 33 minutes 40 seconds west 62.00 feet;

thence north 04 degrees 26 minutes 20 seconds east 68.00 feet to the point of beginning, containing 4215.98 square feet (0.097 acres) more or less as surveyed by Dodd Surveying, RLS #2657 and shown on plat of survey dated November 11, 2020.

This being a portion of the Trenton Special School District property as described in ORBV 134, page 53 in the Gibson County Register's Office.

Map 117, Parcel 17.03

EXHIBIT B

LEGAL DESCRIPTION OF ACCESS EASEMENT

Access to the herein described tract is by a 25.00 feet wide non -exclusive easement; the centerline of which is described as follows: Beginning at a mag nail with disk set at the centerline intersection of the Peabody East Drive and State Highway 186; runs thence the following five courses with the centerline of said drive:

south 56 degrees 42 minutes 34 seconds west 387.03 feet

south 61 degrees 23 minutes 31 seconds west 432.64 feet

in a southwesterly direction with a curve to the right having a radius of 525.00 feet (chord bears south 59 degrees 11 minutes 24 seconds west 203.71 feet) an arc distance of 205.01;

in a southwesterly direction with a curve to the left having a radius of 60.00 feet (chord beam south 24 degrees 16 minutes 16 seconds west 47.71 feet) an arc distance of 49.06 feet;

and south 01 degrees 52 minutes 07 seconds west 690.18 feet

runs thence north 87 degrees 55 minutes 07 seconds west parallel to and 12.50 feet north of the most southerly edge of pavement of the Peabody High School south parking lot 543.81 feet; runs thence south 39 degrees 14 minutes 57 seconds west across an existing gravel lot 92.09 feet to a point in the east line of the 60.00 feet by 68.00 feet tract described above.

EXHIBIT C

LEGAL DESCRIPTION OF UTILITY EASEMENT

This description is for a 25.00 feet wide utility easement from the existing Trenton Light and Water overhead service line, located on Trenton Special School District property, to the proposed 60.00 feet by 68.00 feet tower property which lies within the aforementioned school property; the centerline of which is described as follows with bearings based on geodetic north:

BEGINNING at a point in the north line of the 60.00 feet by 68.00 feet tower property, said point located south 85 degrees 33 minutes 39 seconds east 16.50 feet from an iron pin (1/2"x18") set with I.D. cap N2657 at the northwest corner of said property; runs thence north 15 degrees 31 minutes 34 seconds west 202.69 feet to an existing Trenton Light and Water utility pole, said pole being at the southeast corner of the existing Trenton Light and Water overhead service.

EXHIBIT D

DESCRIPTION OF TENANT'S FACILITIES

Tenant Name:	Trenton Special School District		
Type of Service:			
Site Name:	Trump		
Site #:			
Address:	2071R Highway 45 Bypass Trenton TN 38382		
Latitude:	35	57	36.6
Longitude:	088	55	44.8
Structure Type:	guyed		
Structure Height:	260'		

ANTENNA INFORMATION

	Sector A	Sector B	Sector C
Desired RAD Center (Feet AGL):	127'		
Antenna Quantity	1		
Antenna Manufacturer	Commscope		
Antenna Model (Attach Spec Sheet)	DB420B		
Weight (per antenna)	45 lbs.		
Antenna Dimensions	233"		
ERP (watts)	250		
Antenna Gain	12db		
Orientation / Azimuth	Omni		
Mechanical Tilt	0		
Channels			
Tower Mount Description / Dimensions	3.5" pipe		
Tower Mount Weight			
Tower Mount Mounting Height	117'		
Transmit Frequency	450-470MHz		
Receive Frequency	450-470MHz		
TMA Quantity			
TMA Manufacturer			
TMA Model (Attach Spec Sheet)			
Weight (per TMA)			
TMA Dimensions			
# of Coax Cables (PER ANTENNA)	1		
Diameter of Coax Cables	1/2"		

GROUND SPACE INFORMATION

Cabinet or Shelter Manufacturer and Model	
Cabinet or Shelter Dimensions	5'x5'x5'
Total Ground Space Required for Foundation	10'x10'

POWER INFORMATION

Required Voltage and Total Amperage (if using Landlord's shelter)	AC Power	Amps
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EXHIBIT D (continued)
GROUND SPACE DRAWING

EXHIBIT E

COPY OF GROUND LEASE, IF ANY